Exhibit B

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1 2	IN THE UNITED STATES DISTRICT COURT						
3	FOR THE NORTHERN DISTRICT OF ILLINOIS						
4	EASTERN DIVISION						
5	DECKEDS OUTDOOD CODDODATION						
6	DECKERS OUTDOOR CORPORATION,)						
7	Plaintiff.) Case No. 16-ev-03676)						
8	vs.)						
9) AUSTRALIAN LEATHER PTY LTD.)						
10	Defendant.)						
11							
12	DEPOSITION						
13	0F						
14	ROGER DOUGLAS BOSLEY						
15	On Thursday, April 6, 2017						
16	Commencing at 9.46a.m.						
17							
18	Taken at:						
19	Room 1205, Level 12, Law Society NSW						
20	170 Phillip Street, Sydney, NSW, Australia						
21							
22	CONFIDENTIAL TRANSCRIPT						
23							
24							
25	Reported by: Jim Berman CSR						
	.0						

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8	WITNESS INDEX
9	Witness: Page
10	ROGER DOUGLAS BOSLEY (affirmed)6
11	EXAMINATION BY MR BAGLEY7; 136
12	EXAMINATION BY MR RAYGOR68; 149
13	
14	EXHIBITS INDEX
15	Exhibit Description Page
16	Exhibit 14 Amended Confidentiality Order 7
17	Exhibit 15 Letter from Justin R. Gaudio 54 to Roger Bosley, dated March 16, 2017
18	Exhibit 16 Advertisement numbered DEK011596 56
19	Exhibit 17 Affidavit of George Reginald Burcher dated
20	January 29, 1985, with attachment titled "Sheepskin Manufacturers & Retailers' Association of
21	Australia", DEK11480-11529 60
22	Exhibit 18 Letter from CF Teese, Deputy Secretary Department of Trade, to Ms V Smith, dated April 3, 1985,
23	DEK011999, with attachment DEK12149-12151 66
24	Exhibit 19 Comfort Plus Catalogue titled "Luxury Sheepskin Products" 105
25	Exhibit 20 Document "JOC.COM Import Leads" 177

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Page 4
                     Document titled "Comfort Plus Pty Ltd",
 1
       Exhibit 21
       DEK023113
                                                            121
 2
       Exhibit 22 Document titled "Exhibit A", Declaration of
 3
       Roger Bosley
                                                            124
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PROCEEDINGS

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09:48:18 **24**

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Page 5

VIDEOGRAPHER: This is videotape number 1 in the deposition of Roger Bosley in the matter of Deckers Outdoor Corporation v Australian Leather Pty

Limited and Or, in the United States District Court for

the Northern District of Illinois, Eastern District.

The case number is 1:16-cv-03676 and today's date is the 6th of April 2017 and the time on the video monitor is

The videographer today is Wayne Matthews and this video deposition is taking place at Level 12, 170 Phillip Street in Sydney, Australia. Will counsel please identify yourselves and state whom you represent?

MR M BAGLEY: My name is Mark Bagley, I am with the law firm of Tolpin & Partners in Chicago, Illinois, in the United States, and I'm representing the defendants Australian Leather and Mr Adnan Oygur. With me is my co-counsel and Australian attorney Mr Michael Terceiro.

MR K RAYGOR: Kent Raygor of Sheppard Mullin Richter & Hampton in Los Angeles, California, here for plaintiff Deckers Outdoor Corporation, and to my right is - go ahead.

MS L EGAN: Lisa Egan, from K&L Gates in Melbourne, Australian counsel for Deckers.

VIDEOGRAPHER: The court reporter today is

Page 6 Jim Berman of DTI Australia. Would the court reporter 09:48:21 1 please swear in the witness. 09:48:25 3 ROGER REGINALD BOSLEY, having been duly affirmed, 09:48:38 4 testified as follows: MR BAGLEY: Before I get started with some 09:48:40 questions for the witness, I have one or two housekeeping 09:48:41 6 09:48:44 7 matters I would like to go over and to discuss on the record, perhaps, with Mr Raygor. First of all, we want 09:48:46 8 to make clear that we have - in the case the judge has 09:48:49 entered a confidentiality order or a protective order and 09:48:53 10 09:48:57 11 based on this, we are going to have the court reporter and the videographer treat the transcript and video of 09:49:01 12 09:49:07 13 today's deposition as confidential pursuant to this order 09:49:15 14 during that time. Kent, did you have anything to add about the protective order? 09:49:18 15 09:49:19 16 Do you want to just add it as an MR RAYGOR: 09:49:21 17 exhibit now for the three Australian depositions we'll be 09:49:26 18 doing? MR BAGLEY: We can do that. I will go ahead and 09:49:27 19 09:49:29 20 mark --MR RAYGOR: I have extra copies, if you need it. 09:49:30 21 MR BAGLEY: 09:49:32 22 0kay. No, I have a number of copies 09:49:33 23 here. 24 MR RAYGOR: Okay. 09:49:34 25 MR BAGLEY: But I will go ahead and mark this as

09:49:35 09:49:39 09:49:44 09:49:47 09:49:51 5 09:49:51 6 09:49:53 7 09:49:56 8 09:49:59 09:50:03 10 09:50:04 11 09:50:06 12 09:50:07 13 09:50:12 14 09:50:16 15 09:50:19 16 09:50:21 17 09:50:23 18 09:50:26 19 09:50:30 20

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09:50:39 **25**

Page 7 defendant's deposition exhibit number 14 and I will give it to the court reporter later. I don't need to show it anyone, but this is a copy of the amended confidential order in this case.

(Exhibit 14 marked for identification)

I'll just leave that right there. MR BAGLEY:

MR RAYGOR: And I would just add, as sort of a matter of housekeeping, that pursuant to paragraphs 4, 5(a) and 5(b)(2) of the Protective Order - which is Exhibit 14?

It is Exhibit 14. MR BAGLEY:

MR RAYGOR: That nothing that transpires here today at this deposition can be shared with either of the witnesses for tomorrow. They are not permitted under the Protective Order to hear what goes on today, questions asked, answers given.

I will check the Protective Order on MR BAGLEY: that, but I will take your word for it at this point and we'll look into that. One other sort of a housekeeping matter - well, actually, I will make that - instead of a housekeeping matter, I will make that some of my early questions to the witness.

EXAMINATION BY MR BAGLEY:

Can I ask the witness to state your name for the record, please?

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Page 8

- A. Yes. Roger Douglas Bosley.
- Q. Mr Bosley, you may have heard the videographer state that we're sitting here today in Sydney, Australia, and you may have noticed that this is going to be, basically, an American-style deposition. My question to you, since we are sitting in Australia, is, basically, are you here voluntarily today?
 - A. Yes, I am, yes.
- Q. Has there been any governmental authority or court order asking or telling you to be here?
 - A. No, not at all.
- Q. Thank you. Have you ever been deposed before? Have you ever given a deposition before?
- A. No, I haven't, not a deposition, no. I've been a witness in a court case, but not a deposition as such.
- Q. Okay. Were you have you been a witness in more than one court case?
 - A. Yes. Yes.
- Q. How many times have you been a witness in a court case?
 - A. Two, three times.
 - Q. Two or three times?
 - A. Yes, two or three times.
- Q. Okay. What was the most recent one? For the most recent time you were a witness, what was the case

about?

It was a case of two companies in the sheepskin Α. industry that were - one company had supplied ugg boots to a retail store and the retail store wouldn't accept them because they believed that the quality wasn't there as per the sample that they saw originally and they decided that they wouldn't pay and they wanted to return the stock, and so the manufacturing company sued the retailer and I was asked to come in as an expert witness, no longer being directly involved in the industry any more, but I was considered to be an expert witness in the quality of the skins because of the company that I owned originally, and so it was a matter of going through and considering what I believed to be of an acceptable quality and a non-acceptable quality and divided the boots in that order.

- Q. Well, thank you, that was a very complete, at least to my ears, explanation. Did that court case have any issues about brands of boots or trademarks on boots?
 - A. No. No.
- Q. Okay. Was that as a witness during an actual court proceeding?
 - A. Yes.
 - Q. You said you were a witness in a case?
 - A. Yes. Yes.

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So this might be a little different in 09:53:30 1 Q. that it is an American-style deposition. 09:53:31 3 Α. Yes. Yes, that's fine. 09:53:34 Q. And so I'd just like to say some things about 09:53:34 4 it a little bit. 09:53:36 **5** Yes. 09:53:37 6 Α. 7 Q. The first thing is actually pretty simple. 09:53:37 at any time this morning you'd like us to take a break, 09:53:40 8 we can certainly do that, if you need to use the 09:53:43 9 09:53:45 10 rest room, get something to drink, or whatever. 11 Α. Yes. I would only ask that, you know, when we stop, 09:53:47 12 Q. if there's a question - or when we think about stopping, 09:53:50 13 09:53:50 14 if there's an outstanding question to you, I would ask 09:53:52 **15** that you answer that first. Α. Yes, sure. 09:53:53 16 And once you've answered the question, we can 09:53:55 17 Q. certainly take a break, we'll go off the record --09:53:56 18 19 Yes. Α. -- and do whatever we need to do. 09:53:59 20 Q. 21 Yes. Α. 09:54:01 22 Q. So if you see a need to take a break, please 09:54:03 23 let us know. 09:54:04 24 Α. Yes, that's fine.

09:54:05 25

Q.

I am going to be asking you a number of

09:54:07 1 09:54:10 09:54:14 3 09:54:16 09:54:18 6 09:54:19 7 09:54:20 8 09:54:22 9 09:54:25 10 09:54:29 11 09:54:32 12 09:54:35 13 09:54:37 14 09:54:40 15 09:54:41 16 09:54:43 17 09:54:46 18 09:54:49 19 09:54:50 **20** 09:54:51 21 09:54:53 22 09:54:55 23 09:54:57 24 09:54:58 **25**

Page 11 questions today. If anything I say is unclear to you, either because I'm mumbling or I'm just asking a bad question, please stop and tell me that --

- A. Yes.
- Q. -- and I will try to say it again or I'll try to ask a better question.
 - A. Right.
- Q. So I'd just encourage you to do that and I will try to make myself as clear as possible. From time to time you may hear Deckers' counsel, Mr Raygor, make some objections for the record, that is a part of the process, but I would say unless you hear a specific instruction not to answer the question, I would ask that you go ahead and attempt to answer the question if at all possible.
 - A. Right.
- Q. It may be it may that he'll make an objection and I'll reconsider and ask a slightly different question, but in that case you'd go ahead and answer the question that I asked, I suppose.
 - A. Right.
- Q. But unless you hear otherwise, I would ask that you go ahead and answer the question that was asked.
 - A. Yes.
- Q. You are doing this already, but I would encourage you to make any of your responses verbal

09:55:01 1 09:55:04 3 09:55:07 4 09:55:10 09:55:12 5 09:55:13 6 Α. 09:55:15 7 Q. 09:55:17 8 09:55:20 9 09:55:22 10 Α. 09:55:29 11 Q. 09:55:31 12 09:55:33 13 14 Α. No. Yes. 09:55:34 15 Q. 09:55:36 16 09:55:37 17 Α. 09:55:38 18 Q. 09:55:42 19 Α. No. 09:55:44 20 09:55:44 21 Q. 09:55:46 22 Α. 09:55:50 23 Q. 09:55:52 24 Α. 09:55:56 25 Q.

Page 12 because we're making not only a video record but a written transcript record, so if you nod your head, or something like that, that won't show up on the written transcript, so I'd ask you to make all your responses verbal whenever possible.

- Yes, right.
- Are you taking any medication or do you have any medical condition that would affect your ability to answer questions today?
- Not really. I am a diabetic but it doesn't seem to affect me or anything.
- Okay. All right. I'm not asking you to go through the whole medication you take.
- I'm just asking you if it would affect your ability to answer questions?
 - No, it wouldn't, no.
- Thank you. Have you had any alcoholic beverages in the past six hours?
 - When were you born?
 - Redacted
 - And where were you born?
 - In Adelaide, Ashford in Adelaide.
 - In Adelaide. For those of us from the

Page 13 United States --09:55:58 1 South Australia. Α. 09:55:59 It's in South Australia? 3 Q. 09:56:00 4 Α. Yes, South Australia, yes. 09:56:01 Where do you currently live? 09:56:03 5 Q. In South Australia, in Adelaide, the suburb of 09:56:04 6 Α. Morphett Vale. 09:56:07 7 Q. Okav. What's your current address? 09:56:09 8 46 Ringwood, R-I-N-G-W-O-O-D, Ringwood Road, 09:56:11 9 Α. 09:56:19 10 Morphett Vale, two words. 09:56:22 11 Q. Have you lived in the Adelaide area your entire life? 09:56:25 12 09:56:26 13 Α. Yes. Yes. 09:56:28 14 Q. What is the highest level of education that you received? 09:56:31 15 09:56:34 16 I hold a degree in business administration Α. 09:56:40 17 which I got at the University of South Australia. 09:56:45 18 Q. What year did you receive that degree? Α. '66. 09:56:53 19 In Australia is that considered a graduate 09:56:55 20 Q. 09:56:57 21 degree or an undergraduate degree, to the extent you know? 09:57:01 22 09:57:01 23 Α. I believe an undergraduate degree, yes. 09:57:06 24 Q. Let me ask it this way. Did you get a 09:57:09 **25** different undergraduate degree before that Master of

09:58:25 **25**

Page 14 Business? 09:57:12 1 Α. No. 09:57:13 3 Q. Or the business degree? 09:57:13 Α. No. 09:57:14 4 09:57:15 5 Q. Okay. 09:57:15 6 Α. No. Do you currently have an employer or do you own 09:57:20 7 Q. a business right now? 09:57:22 8 Α. No, not at all, I'm retired. 09:57:23 9 You're retired? 09:57:25 10 Q. 09:57:26 11 Α. Yes. What was your most recent job that you held 09:57:27 12 Q. before you retired? 09:57:28 13 09:57:31 14 I had a screen-printing business that I ran and owned for 15 years and I sold that to my head printer and 09:57:39 15 09:57:52 16 worked on for another two years to help him establish 09:57:58 17 the - he knew how to print but he didn't know how to run a business, so I stayed on for two years and so I've 09:58:03 18 retired completely six years ago, yes. 09:58:06 19 Q. So you sold that business approximately eight 09:58:11 20 09:58:13 21 years ago? 09:58:13 22 Α. Yes. 09:58:14 23 Thank you. Starting after you got your degree Q. 09:58:19 24 in 1966, if it's not going to take too long, could we go

through a brief chronology of the jobs that you've had?

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A. The jobs.

Page 15

- Q. Let me ask it this way. What was the first job you had after getting your degree in 1966?
- A. Well, I worked for an engineering company as a sales engineer while I was doing the degree at night.
 - Q. Okay. Sure.
- A. And I worked for them from the time I left school up until I was about, oh, 26, 27, so it was about 14, 15 years I worked for them, and then I left there to start my own business in a similar product to what they were selling.
 - Q. What product was that?
- A. Engineering tools, like conveyor belting, hydraulic sills, this type of thing.
- Q. Do you remember about what year I'm trying to get grounded in the chronology here. About what year did you start your own business?
 - A. '71, 1971.
- Q. And how long did you run you started the business. How long did you work in that business?
- A. Well, we kept going I took an agency on, a firm in New Zealand selling sheepskin products which included car seat covers, ugg boots, slippers, that type of thing, and we managed to get in to the major stores in Adelaide selling car seat covers and the New Zealand

09:58:34 4 09:58:39 5 09:58:43 6 09:58:43 7 09:58:47 8 09:59:02 9 09:59:08 10 09:59:17 11 09:59:18 12 09:59:20 13 09:59:25 14 09:59:28 15 09:59:31 16 09:59:35 17 09:59:40 18 09:59:44 19 09:59:48 20 09:59:52 21 10:00:01 22 10:00:04 23 10:00:11 24 10:00:20 **25**

10:01:17 **25**

Page 16 company tried to do the dirty on us and say, "We're going 10:00:25 1 to take your customers over and we'll pay you 10:00:31 10:00:33 3 commission." I said, "No. No. No. It can't be that 10:00:37 4 hard, I'll buy a knife and a sewing machine and we'll make them ourselves." And that's how I got into the 10:00:42 5 10:00:45 6 sheepskin industry. Okay, yes, and I definitely want to talk about 10:00:46 7 Q. that --10:00:48 8 Α. Yes. -- but I'm just trying to get things straight 10:00:48 10 Q. 10:00:50 11 in my mind. Α. Yes. 10:00:50 12 10:00:51 13 So you were running - you had an engineering Q. 10:00:54 14 tool business for a while? Α. Yes. 10:00:55 15 And my question - I guess my question is how 10:00:55 16 Q. 10:00:56 17 long were you working on or actively running that 10:00:58 18 business? Α. Only for about another six months 10:01:00 19 Doing that. after we just started making the sheepskin --10:01:03 20 21 Q. Okay. 10:01:09 **22** Α. Yes. 10:01:10 23 All right, then let's try to place that. Q. 10:01:12 24 you remember about when, what year you started with the

sheepskin business?

Page 17 That was '73, yes. 10:01:17 1 Α. Q. Okay. Let me jump back to your engineering 10:01:23 10:01:26 3 tools business one more time. 4 Α. Yes. Did that business have a name? 10:01:28 Q. That was called Bosley Hicks Trading Company; 10:01:29 6 Α. I had a partner in that. 10:01:36 7 Q. Okay. 10:01:38 8 And he eventually took that over and I took the 10:01:38 9 Α. 10:01:41 10 sheepskin business over. 10:01:43 11 Q. Okay. Your sheepskin business --12 Α. Yes. 10:01:45 13 Q. What was the name of that business? 10:01:47 14 Α. Initially, it was called B&H Manufacturing Pty Limited and then after about six months we changed it 10:01:52 15 to Comfort Plus Australia Pty Limited. 10:01:58 16 10:02:06 17 Q. And you said you started off the Okay. 10:02:08 18 sheepskin business working as an agent for a different company? 10:02:11 19 Α. Yes. 10:02:11 20 What was that company? 10:02:12 21 Q. 10:02:15 22 Zettlock. Α. 10:02:16 23 Q. How do you spell that? 10:02:17 **24** Z-E-T-T-L-0-C-K. Α. 10:02:23 **25** And about how long did the B&H or Comfort Plus Q.

10:02:30 1 10:02:35 3 10:02:39 10:02:45 4 10:02:48 5 10:02:51 6 10:02:54 7 10:02:57 8 10:03:02 9 10:03:05 10 10:03:09 11 10:03:15 12 10:03:21 13 10:03:26 14 10:03:32 15 10:03:33 16 10:03:35 17 10:03:40 18 10:03:43 19 10:03:46 20 10:03:49 21 10:03:49 22 10:03:49 23 10:03:51 24

10:03:55 **25**

company act as an agent for Zettlock?

Page 18

- A. About 18 months I think it would be, yes, 12 to 18 months.
- Q. And just to summarise and make sure I understand it, at about the end of that 12 or 18 months you cut off business relations with Zettlock?
- A. Yes, yes, we went and bought a sewing machine and a sharp knife and some skins and the companies we were dealing with, the major stores, the Myers and John Martins and Harris Scarfes of this world, they were quite happy to these people had no patent on their designs of their seat covers, so we just copied that and packaged them in our own product and they were quite happy to ship from a Zettlock brand to a Comfort Plus brand.
- Q. Okay. About how long was the Comfort Plus business let me ask it this way. How long were you involved with the Comfort Plus business?
 - A. 12 years.
- Q. Does the Comfort Plus business still exist today?
 - A. No.
 - Q. No?
- A. It shut down. The family that I sold it to, the Zukers, in Melbourne, they chose because I had

indicated to them I wasn't going to continue on past the 10:04:01 1 three years that I had agreed to their father, even 10:04:07 3 though he'd died, I had agreed for the three years, 10:04:10 4 I worked for the three years, they wanted me to stay on 10:04:15 and run it and I refused. There was too much 10:04:19 5 interference with that family, so I refused, and so they 10:04:24 6 decided to put it on the market and they sold it to a 10:04:29 7 New Zealand company who worked it for 18 months and then 10:04:32 8 shut it down. 10:04:36 9 Okay. Look, I'm going to definitely come back 10:04:38 10 Q. 10:04:40 11 to the Comfort Plus company --Α. Yes. 10:04:42 12 10:04:43 13 -- but I'm just trying to get a little bit of Q. 10:04:45 14 an overview first. 15 Α. Yes. 10:04:46 16 You said you worked for about 12 years with the Q. 10:04:49 17 Comfort Plus company? 10:04:50 18 Α. Yes. 10:04:50 19 Q. Do you remember the year when you stopped working for it? 10:04:54 20 '82 - it would be '84. 10:04:56 21 Α. 1984? 10:04:59 22 Q. 10:05:00 23 Α. Yes. And just briefly, what did you do starting in 10:05:00 24 Q.

1984 for a job or a business?

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Page 20 In 1984? I had a year off.

- Α.
- Q. Okay.
- Α. I deserved it.
- Q. Fair enough. Fair enough.
- Yes. Α.
- What was the next job you had after that, job Q. or business?
- I a friend of mine had a screen-printing business and he was a very good screen printer but a very poor manager, so I was brought in to - because my prime background in the - was accounting, that was my background.
 - Q. Okay.
- So I moved into that business and because he Α. was short of money, I invested some money in the business and took half the business.
- Q. Was that the same screen-printing business that we talked about a little earlier?
 - Yes. Oh, no. Α.
 - Q. Okay. No.
- Sorry, no, that one that one Α. No. No. closed, closed down. We --
- Just so we can talk about it, what was the name Q. of your friend's screen-printing business where you started in around 1985?

DTI Global Level 2, Suite 204, 105 Pitt Street Sydney NSW 2000 Phone: Int + 61-2-9225-3500

10:07:25 **25**

Q.

Page 21 Screen - Screen Graphics. 10:06:15 1 Α. Q. And how long were you with Screen Graphics? 10:06:21 10:06:25 3 Α. About three years. 4 Q. If I'm doing my math right, that would put us 10:06:30 in around 1988? 10:06:33 5 Yes. 10:06:34 6 Α. Is that correct? 10:06:35 7 Q. Α. Yes. 10:06:35 8 And what did you do after you left 10:06:35 9 Q. 10:06:37 10 Screen Graphics? 10:06:40 11 Α. We actually shut that company down and I formed a company of my own and continued to do screen printing 10:06:46 12 10:06:52 13 until the day I retired. 10:06:54 14 Q. 0kav. Thank you. I think that gives me a good overview of some of the things you've done. 10:06:57 15 10:06:59 16 Α. Yes, background, yes. 10:07:01 17 So let's go back to - I would like to go back Q. 10:07:03 18 to the Comfort Plus business. Α. Yes. 10:07:04 19 We talked about a number of dates in there, but 10:07:07 20 Q. let me see if I can ask a slightly cleaner question. 10:07:12 21 Do 10:07:16 22 you remember the year when you started the B&H business 10:07:21 23 which became Comfort Plus? 10:07:23 24 Α. Yes.

Do you remember the exact - what year it was,

10:07:28 1 at this point?

- A. I'm pretty sure it was '73 or '74, yes.
- Q. All right. You mentioned car seat covers. Was that the first product that the Comfort I'm going to call it the Comfort Plus business.
 - A. Yes. Yes.
- Q. I realise that it was, it had a slightly different name at the beginning, but --
 - A. Yes. Yes.
- Q. For the Comfort Plus business was the first product you did car seat covers?
- A. Yes, it was. The product was called just to clarify that, the product was always called Comfort Plus. Even when we were working under B&H Manufacturing it was still called the product was Comfort Plus but we were B&H Manufacturing.
 - Q. Okay.
- A. We subsequently changed that to Comfort Plus Australia Pty Limited, if I can just clear that up.
- Q. Did Comfort Plus move into other types of products, move into making other types of products?
- A. Yes, it did. Around about that time Australian manufacturing of cars tended to move from vinyl seats and people bought sheepskin seat covers because vinyl seats were very hot in Australia and when --

- Q. Everywhere there's the sun, I would imagine.
- A. Exactly. And --
- Q. Okay, go on, I didn't mean to interrupt you.
- Α. On very hot days you'd find that sales of sheepskin seat covers went through the roof. On a very hot day, because people sit in their car they'd burn their backside and they'd think of, "Well, let's get that and stop that." Anyway, the car manufacturers, in their wisdom, decided that they would no longer make them in vinyl because that was the case, that people burn in them, and they started making them in fabric. I quickly saw that we needed to - that was our main product that we were - we were making slippers and a few things like that, but basically we needed to pursue something else because car seat covers were going to take a dive, we realised that quickly, and so we looked at the ugg boot market and - which was gaining momentum at that stage, but it was very much a - it was done - it was a backyard industry, a cottage industry.
- Q. About what time frame was that that you started getting into or started making ugg boots?
 - A. Ugg boots? Oh, '74 about '76, yes, 1976.
- Q. How did you find out about ugg boots as something that might make sense to manufacture?
 - A. Well, in a marketing exercise you always look

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Page 24 at, you know, what age group are wearing these things and how quickly they're going to wear them out and - I mean, if it was for people, if it was going to be an age group of 60-plus years of age, you wouldn't bother too much because they'll buy one pair and it will last them the rest of their life, but the industry was - the people that were wearing them were between the age of about 12 to 25, that was the big age, and that would be 80, 90 per cent of the market, and so - and they would wear out one or two pair a year, so that's - so we pursued that and we appointed - made some samples, appointed agents in every state in Australia and the agents were selling them for us and the orders were coming in quite good.

- Q. All right. Let me --
- A. So we pursued that side of the business.
- Q. Okay. Okay. Thank you. I may ask something that we all in the room would know already, but what are ugg boots made out of?
 - A. Sheepskin.
 - Q. So was it a natural let me ask this.
 - A. Yes.
- Q. Did Comfort Plus make any products that weren't made out of sheepskin?
 - A. No, not at all, everything was made out of

sheepskin, yes.

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- Q. So when you were looking around for other products, were you looking around for other products that were made out of sheepskin?
- A. Oh, of course, yes, because that's what we had all the machinery for, mmm.
- Q. You've used the term "ugg boots" a couple of times.
 - A. Mmm.
- Q. I'm going to ask how you understand, what you understand that to mean and let me just start out by asking do you understand that to be a brand name?
- A. No, never, it was it has always been a generic term in Adelaide. We sorry, not in Adelaide, in Australia, it has always been a generic term. People refer to them when they're oh, you know, even friends today say to me, "Can you still get us some ugg boots?", you know. "Yeah, yeah, I can get you some ugg boots"; so it's a generic term in --
 - Q. Okay. Yes, thank you for that.
 - A. Yes.
- Q. And, you know, lawyers throw around terms like "generic term" and "trademark" and they have legal meanings. I'd like to maybe take a step back and think about the concepts beneath that so to kind of leave off

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Page 26

the legal angle of things.

- A. All right.
- Q. You know, when you use a word to describe something it can mean several things. It can mean what the item actually is, or one other option is it could tell you where the item came from, if it's a manufactured item who manufactured it, or it could have other meanings?
 - A. Yes.
- Q. A good example is if I put a piece of fruit in front of you and said, "This is an apple", I would say the word "apple" might be able to tell you what the actual piece of fruit is, but if I put a Smartphone in front of you, or a laptop computer, and I said, "This is an Apple", "Apple" might tell you who manufactured that item.
 - A. Right.
- Q. Or it could mean something else. So when you use the term "ugg boot" you refer to, I assume, some boots you were manufacturing, do you consider that to be telling what the item is, or telling what it came from, or maybe something else?
 - A. Well, I guess --

MR RAYGOR: Objection. Vague as to time and this is your direct examination: you're leading.

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MR BAGLEY: I thank you for that.

BY MR BAGLEY:

Q. Could you answer the question?

MR RAYGOR: Sorry.

THE DEPONENT. Yes.

MR RAYGOR: If I make objections --

THE DEPONENT. Yes. Yes. Yes.

MR RAYGOR: -- it's for the record.

THE DEPONENT: Right. Okay.

MR RAYGOR: You can listen to them and you can ignore them.

THE DEPONENT: Yes. No, fine.

MR RAYGOR: Mark might change his question, but go ahead.

THE DEPONENT: Yes, okay. Well, my understanding of the word "ugg" boot, as close as I understand it, there was a surfer in Adelaide, he was a professional surfer, and he was making boots out of sheepskin to keep the surfers' feet warm and it was - they were very rough, they were just sewn together and that, but they served the purpose and they were keeping their feet warm, and this surfer was John Arnold, and he also had a shop that he made gear in and he started to improve the look of the boot a bit. To my understanding how the name came about, and I got this from John Arnold himself, he said, "My

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Page 28 mother was in the shop one day and she looked at the boot and she said, 'Oh, what an ugly boot'", and that's how the name ugg boot came about and it was referred to as that as long as I ever remember.

BY MR BAGLEY:

- Q. Thank you for that. I'm not going to make any more testimony about that.
 - A. Yes.
- Q. But let's talk about the time frames. When you started making this boot that you describe as an ugg boot, and let me anchor that, was that in around 1975 or 1976?
 - A. Yes.
- Q. Okay. Do you know if the term "ugg boot" had been in use before you started making your boots?
 - A. Yes. Yes.
- Q. Do you know if other you mentioned

 John Arnold. Did John Arnold have his own company making
 ugg boots, to your knowledge?
- A. He had us his own he had a shop. He was like all the others that were making them, they were really a cottage industry type thing. They might be making 10 pairs a week or something like that, you know.
- Q. Okay. So is it correct that, to your knowledge, there were multiple different companies making

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ugg boots --

- A. Oh, yes.
- Q. -- before you got into making them?
- A. Yes, sure.
- Q. What did your ugg boots look like when you started making them in 1975-76?
- A. Much what they would be today. It was still with a conventional shoe made from a shoe last. There's various types I mean, you can have ugg boots with a front panel or you can have them where the stitches are along the centre of the boot and at the sides, there's several ways. Primarily, it was we didn't change it much. Over all the years we were making them we didn't change, we made sure that every type was available, whether it would be a lace-up boot for the longer ones, that's what people preferred, but basically they stayed the same, mmm.
- Q. You had mentioned that these boots are made out of sheepskin. Was sheepskin the only major thing that the boot was made of? Were there any parts of the boot that weren't sheepskin?

MR RAYGOR: Vague and ambiguous as to what you mean by "major", and compound.

BY MR BAGLEY:

Q. Let me ask this question.

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- A. Yes.
- Q. Were there any parts of the ugg boots that you made that were not made out of sheepskin?
 - A. Well, the sole for instance.
 - Q. What was the sole made out of?
- A. The sole was made out a synthetic material called EVA, EVA standing for ethyl vinyl alcohol, usually sourced in Singapore and places like that, not made in Australia.
- Q. Other than the sole was the rest of the boot made out of sheepskin?
- A. You had depending on the thing, there was parts of suede, suede leather used to support the heel and in the case of lace-ups down the side and the only other thing you could say that wasn't sheepskin would be the, what they called the inner sole and that's the it's a tough material used in all shoes, it's to hold the shape of the shoe, and the sheepskin sock fits to that insole and the insole is the thing that sticks to the sole, mmm. Is that clear or --
 - Q. I think it's probably clear enough.
 - A. Yes.
- Q. I'm trying to get yes, I think that gives a general sense of what I was going after, thank you.
 - A. Yes, mmm.

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facto	ory wh	nere	they	/ wer	e pr	∽odu	ced	; is	tha	t c	orre	ect?	?	

- A. Oh, yes, yes.
- Q. Did you have a factory where you made ugg boots?
 - A. Yes. Yes.
- Q. Okay. When the ugg boots left your factory during those early years, did they have any kind of labels or tags on them?
- A. Yes, they did. There was a law in Australia that you any footwear, whether it be shoes or ugg boots or anything else, you had to (a) name where it was made and (b) what the upper was made of and what the sole was made of. For some reason that was the legal requirement, so we did that. It was we didn't call it sheepskin upper, we called it leather and that covered everything, whether it was suede or whether it was sheepskin or whatever, and sheepskin, after all is said and done anyway, is a leather, yes.
- Q. Okay. So you just described some of the governmental requirements.
 - A. Yes.
 - Q. I was asking if there were any tags or labels.

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Page 32 What kind of tag or label would be actually on the boots? In the sense of saying --

- A. Oh, on the boot itself --
- Q. Yes.
- A. -- or do you mean on the sole?
- Q. Yes. I'm asking more about the type of tag or label. Describe, like, where was it? Was it something that was hanging from a piece of string from the boot or was it stuck to the boot or was it sewed to the boot in some way?
- A. No. The only advertising as such was the bag in which it was packed, the plastic bag, and that had a bit about the ugg boots. I can't remember what, exactly what it said, but it was to do with a description of the boot and what the advantages were and the fact that we only used a certain grade of sheepskin for our boots.
- Q. Okay. I'll probably come back to those plastic bags --
 - A. Yes.
- Q. -- but I was really asking you about, you said there were labels or tags on the boots, is that correct?
 - A. On the, on the sole.
 - Q. It was on the sole?
 - A. On the sole, yes.
 - Q. Okay. What kind of tag was it? How was it --

10:22:00	1	A. It was a self-adhesive vinyl and it stuck to
10:22:04	2	the EVA sole, yes.
10:22:07	3	Q. Thank you, I think that's near perhaps where I
10:22:10	4	was trying to get.
10:22:10	5	A. Yes.
10:22:11	6	Q. Do you remember, you know, what it said on the
10:22:12	7	stickers?
10:22:14	8	A. It said "Comfort Plus". It said that it was a
10:22:19	9	leather upper and a synthetic sole, and the size.
10:22:29	10	Q. Okay. During that early time period were there
10:22:32	11	any other kind of labels or tags on the boots when they
10:22:35	12	left your factory?
10:22:40	13	A. No, not really, no, other than the plastic bag
10:22:44	14	they were packed in.
10:22:46	15	Q. Okay. I'm going to ask about the plastic bag.
10:22:48	16	A. Yes, right, okay.
10:22:49	17	Q. Right now I'm talking about labels and tag, I
10:22:52	18	just want you to understand that?
10:22:52	19	A. No, not to the boot itself, no, that was the
10:22:54	20	only label.
10:22:55	21	Q. Okay.
2	22	A. Yes.
10:22:55	23	Q. And I did specify that early period. Would
10:22:58	24	your answer change in any of the later time frames that
10:23:01	25	you were involved with Comfort Plus?

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A. No, because, primarily, you must remember, we
were a manufacturer and wholesaler. Our retail friends
that bought them really didn't want our advertising
plastered all over the boot because they were going to
put it in their shop and if their customers saw it in the
shop, they could soon trace it back to Comfort Plus and
try and buy them direct, that type of thing, mmm.

- Q. Okay. Earlier you said you worked with Comfort Plus until around 1984?
 - A. Yes.
- Q. In the time right up until that period was there still just the heel sticker on the boots --
 - A. Yes.
 - Q. -- when they left the factory?
 - A. Yes. Yes. Yes. Yes.
 - Q. Okay. Thank you. Okay, and let's --

MR RAYGOR: That mischaracterizes the evidence.

The testimony was the heel, I think you said "sole".

MR BAGLEY: I apologise if I said "heel" instead of "sole".

THE DEPONENT: Sorry, I'm --

MR RAYGOR: Mr Bosley, I thought that Mr Bagley mischaracterized what you had said. He said "heel" but I thought you earlier said it was on the sole.

THE DEPONENT: Oh, you're quite right, yes, it was

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BY MR BAGLEY:

the sole.

- Q. Thank you.
- A. Yes, yes, yes, you're right.
- Q. I do want to get it right, if I misspeak with an answer, and I thank Mr Raygor for that correction.

 I would like to talk about the plastic bags.
 - A. Yes.
- Q. Can you explain well, did you say that the boots were placed in a plastic bag before they left the factory?
 - A. Yes.
 - Q. Did that start in around the 1976 time period?
- A. Yes, we did it right from the very beginning. In the beginning, it was done with a clear plastic bag and then as we increased the size of the business, of course, we started using printed plastic bags and did a bit of advertising spiel on them and that type of thing, mmm.
- Q. When you started having printing on the bags, what were some of the things that were printed on them?
- A. Well, I guess in the we would say something about the manufacturing and that we used only the best available sheepskins. There were other sheepskins that you wouldn't make ugg boots out of because you'd no

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Page 36 sooner put them on and you'd put your toe through the hole, and that's because Australian skins primarily are not really the best skins for ugg boots, to be honest. We have a grass-seed problem with our animals, the sheep, the grass seeds go right into their wool and pass right through the animal into the inside of the animal, so, therefore, you have a hole in the sheepskin, so when the sheep is slaughtered, the skin goes in and it's tanned and those holes and marks are like scars and so we had to source skins that didn't have these scars.

- Q. Okay. Thank you. If I could jump back to the plastic bags a little bit.
 - A. Yes, yes, sure.
- Q. You described some of the words on there. Did the plastic bags have the words "Comfort Plus" on them?
 - A. Yes, yes, they did.
- Q. Were the words "Comfort Plus" in larger font than other things or about the same sized font?
- A. Yes, they were in predominant in a predominant position on the --
- Q. Okay. Did the plastic bags have the words "ugg boots" or "ugg" or "uggs".
 - A. Yes.
 - Q. Which of those, as much as you can remember?
 - A. Well, "ugg boots", yes, yes, and that's when it

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Page 37 went on to give an advertising spiel of, "Our ugg boots are made from selected sheepskins", blah, blah, blah, you know, that type of thing, because there was nothing else different in our boots than anybody else's. The way it was made, I believe we made it a little better, probably because we had the machinery for it, but in real terms, the skin was the thing that made the difference, that we only used a certain grade of skins.

- Q. All right. You have been talking --
- A. So that they were the things that we mentioned on the plastic bag, you know.
- Q. Okay. All right, thank you. Let's stick with the plastic bag just a little bit longer.
 - A. Yes.
 - Q. The words "Comfort Plus" on the plastic bag --
 - A. Yes.
- Q. -- as you see it, did that tell you what the product was or where the product came from, or something else?
- A. Not really. I guess once we got larger in size, I mean, in later years, you know, we employed when I sold the business there were 75 employees there and they were turning over 4.6 million a year. You ther could afford to the name Comfort Plus meant something in the industry because you had spent this time and

Page 38 effort in manufacturing. 10:28:52 1 Q. Okay. Let's move on to - you have been 10:28:57 3 talking about your factory? 10:29:02 Α. Yes. 10:29:04 4 And did Comfort Plus ever have any retail 10:29:04 5 Q. stores? 10:29:07 6 10:29:07 7 Α. Yes, they did, in Adelaide only. Q. About how many stores? 10:29:10 8 We had four stores in Adelaide, yes. 10:29:11 9 Α. Percentage wise, how much of your company or 10:29:20 10 Q. 10:29:23 11 how much of your sales were through those retail stores as opposed to wholesaling? 10:29:26 12 10:29:28 13 Oh, only about 10 or 15 per cent at the most, Α. 10:29:31 14 yes. And just so I'm making sure I'm not making any 10:29:32 15 Q. 10:29:34 16 assumptions, was the entire rest of your sales through 10:29:37 17 wholesaling? Α. Yes, it was. 10:29:38 18 Yes. When I say "your sales", I mean Comfort Plus 10:29:40 19 Q. sales? 10:29:42 20 The shops were named separately 10:29:43 21 Α. Yes. Yes. so that there was no confusion. 10:29:49 22 The shops we called -10:29:55 23 the retail shops were called The Woolshed. 10:29:59 24 Were all four of them called the same thing? Q. 10:30:01 25 Were all four of them each called The Woolshed?

- A. Yes, all called The Woolshed, yes.
- Q. Were they you said in Adelaide. Were they all in the same metropolitan area?
- A. There was one in the city, opposite the Hilton, and there was one at Glandore under our factory, our initial factory, and another one at Port Adelaide and another one at Glenelg.
- Q. Okay. I'd like to ask a little bit about the volume of ugg boots that your company produced and I realise that could have changed over time?
 - A. Yes.
- Q. When you started producing in, say, the 1976 time frame --
 - A. Yes.
- Q. -- about how would you describe I'll let you pick the time frame, but what was the volume of boots you were doing? So pick the time frame, if you could tell me, in terms of, "We did X amount per month", "We did X amount per week"?
- A. Well, at the end we began by doing around about 500 pair a week --
 - Q. Okay.
- A. -- in '75 or whatever: 500 pair a week. That built up to, when I sold the business, we were doing 5,000 pair a week.

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Page 40

- Q. And just so I'm remembering, you sold the business in around 1982, is that what you said?
 - A. Yes. Yes.
- Q. Okay. Looking back on our discussion so far,
 I think we have been talking mostly about Australia.

 Did you ever sell any ugg boots to or in the
 United States?

Α. Yes. Yes. I went on a sales trip there in '79 to try and establish sales primarily, at that stage, for car seat covers, that was what we were pushing, but we also pushed the range of footwear, including I came up against - I called several stores, ugg boots. Penneys being one of them. That sticks in my mind, the way they marketed their shops. They had a sign out the front that said how many stores they had, but it was written in chalk and while I was there they changed it twice and I thought, "Man, that's marketing", you know. Anyway, so we went to places like Penneys. We were told the same story. The Americans don't really go for natural products. They've been brought up with synthetic salts, synthetic sugar, synthetic milk, why would they buy synthetic sheepskin, and they - to be honest, at that stage, I think on my trip there I found out they only had 50 million sheep in the whole country and they had 300 million people. Australia only had 20 million

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Page 41 people at that stage and they had 150 million sheep, so I knew that they weren't going to be in the market. Sheepskin products weren't going to be a big thing for them because they didn't have the natural product to start with, but that was the answer I was getting, so I was getting nowhere, and a friend of mine that was working over there at that stage, we got to talking and he said, "Why don't you open your own shops? I've got a green ticket, I'm here in America, let's do it." So we opened four shops and there was the one that, I'm not sure what the suburb was called but it was close to downtown Los Angeles, there was Santa Barbara, there was Thousand Oaks and Woodland Hills.

- Q. Okay, thank you. I would like to follow up with a few more questions about that process.
 - A. Yes.
- Q. You mentioned well, first, let's talk about the time frame. You mentioned you opened was it four shops in the United States?
 - A. Yes.
 - Q. Did they all open at about the same time?
- A. Oh, pretty much, within three or four months, yes.
 - Q. And do you remember what year that was?
 - A. I'm pretty sure it was '80, 1980.

10:35:50 **25**

shops?

Page 42 Q. 1980? 10:34:45 **1** 2 Α. 1980, yes. 10:34:47 3 Q. You mentioned a friend with a green - I might 10:34:49 10:34:52 4 say a Green Card. You said a green --A Green Card - that's permission to work in 10:34:53 5 Α. America. 10:34:56 6 7 Q. Okay. Is that still the case? I don't know. Α. 10:34:56 8 Well, I just wanted to make sure I knew what 10:34:59 9 Q. 10:35:02 10 you were talking about. 11 Α. Yes. Q. You had a friend who had permission. Was he 10:35:03 12 10:35:06 13 Australian? 10:35:07 14 Α. Well, you couldn't go over there and work. I had a lot of problems and I had to form a company over 10:35:08 15 10:35:11 16 I had a lot of problems with them accepting my 10:35:15 17 involvement, you might add, as a foreigner. 10:35:21 18 Q. Okay, I see. This friend, what was his name? Garren McPhee. 10:35:24 19 Α. Was that - is that "Garren" with a "G"? 10:35:27 20 Q. "G", yes. 10:35:31 21 Α. Could you spell that for me and for the record? 10:35:32 22 Q. 10:35:34 23 G-A-R-R-E-N, McPhee, M-C-P-H-E-E. Α. 10:35:44 **24** Q. And what did Garren do for your company or your

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Page 43 A. Well, he pretty much - I had to leave it with
him and he kept in touch with me by phone or by telex,
and he would come back and say, "I can get a shop here",
"I can get a shop there", and, "Give me the reasons", and
we would agree to it and he'd just go and do it. He had
permission at the bank over there to sign cheques and
everything else, so, mmm.

- Q. You may have touched on this a little bit.
 You said one store was near downtown Los Angeles?
 - A. Yes.
- Q. Downtown. Were the other stores in the Los Angeles area?
- A. Well, yes, Los Angeles is a big place, as you know. Thousand Oaks, I don't know how far that is from the city, I think it's it was about an hour, an hour and a half in a car, and then Santa Barbara was further on again, and Woodland Hills was closer to LA.
- Q. Okay. Were those retail stores called Comfort Plus?
 - A. No. No.
 - Q. What were they called?
- A. They had various names. The sheepskin shop, I think one we called The Woolshed, and I really can't think what the other two were. I --
 - Q. But did they each have different names?

- 10:37:19 **1** A. Yes, yes, they did.
 - Q. What did --
 - A. We did that for a purpose. The purpose was that if we decided to franchise later on, those names could be used and I mean, the it was endless the possibilities over there, absolutely endless, you know.
 - Q. Okay. These retail shops, what did they sell, what kind of products?
 - A. They sold the whole range of our products coats, ugg boots, moccasins, slippers, seat covers, sheepskin seat covers, pretty much the whole range, yes.
 - Q. When you say "the whole range", was that the whole range of things that were being manufactured by Comfort Plus?
 - A. Yes. Yes.
 - Q. Of that range in your United States shops, do you have a sense of what percentage was, say, footwear?
 - A. Footwear was about 70 per cent and ugg boots was probably 60 per cent of that 70, yes.
 - Q. Okay.
 - A. So that --
 - Q. Let me be clear on the math now.
 - A. Yes. Yes.
 - Q. When you say 60 per cent of the 70, there are two ways you can look at it.

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Α.	70	per	cent	of	the	turnover	would	have	been	in
footwear.										

- Q. All right. So the 60 per cent that you're saying were ugg boots, is that 70 per cent of your total turnover or excuse me, let me ask you the question. For the ugg boots, was that 60 per cent of your total store turnover or 60 per cent of your footwear sales?
 - A. 60 per cent of the total sales.
 - Q. The total store turnover?
 - A. Yes.
- Q. Okay. At the time you were selling these boots in the United States at your stores were they labelled or packaged any differently from what we were talking about earlier?
- A. No, exactly the same. They still had all our "Comfort Plus" all over them and this sort of thing.

 There was we didn't change. When they ordered stuff it was taken straight out of our stock. We held substantial stocks of sheepskin and they just ordered what they wanted for over there and were shipped over there in exactly the same containers, et cetera, that we did to anywhere else, mmm.
 - Q. Were your United States shops successful?
- A. They were very successful. Their average sales were about \$15,000 each shop per week.

- 0:40:16 **1 Q. Per week?**
 - A. Per week.
 - Q. Okay. That's okay. Okay. Then let's let me see if I can do a little estimating here.

 Actually, let me ask let me ask you first, do you have a sense of about how many pairs of ugg boots each store sold, say, per week?
 - A. Not in terms of numbers, no. You've got to remember in those days it was this was all pre-computer days and, you know, records, stock records and that sort of thing, just, you know --
 - Q. Okay. Well, let me see if I can come at it maybe another way. Do you remember what the range of retail prices, or if there was one retail price, that you sold the ugg boots at your United States stores?
 - A. If it was a short ugg boot, an ankle, what they would call an ankle ugg boot, from memory, I think they sold for around \$50. If they were a knee-high, they'd be maybe \$150 and if they were a lace-up ugg boot, at usually \$200 or close to there, mmm.
 - Q. But would you sell, like, different numbers of boots depending on different types of ugg boots?

 Scratch that question. Would it be a conservative estimate to say that of the ugg boots you sold in the United States --

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MR RAYGOR: Objection. Leading.

BY MR BAGLEY:

- Q. Do you have an average price that you sold all of your ugg boots, in your mind?
 - Α. No, sorry.
- Okay, fair enough. How long were those US Q. shops open, and you can go shop by shop if it helps?
- Look, I really find it hard to remember exactly, but I think it was somewhere between 18 months I know I had four, five trips over and two years. there in that time trying to sort them out.
- Q. You said earlier that they were pretty successful. Why did you close them?
- Α. Well, as I said, pre-computer days, very hard to control and, to be quite frank, they were stealing from me.
 - Q. Who was "they"?
 - Α. The staff.
 - How did you find out about that? Q.
- Well, it doesn't take too long if you're an Α. accountant to work out that there's stuff missing and then I had a lot of friends over there that I'd made in the places that I stayed and they used to report on, saying that, you know, they're down at the flea markets on the weekends selling and there was no record of that

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Page 48 in there, and, in fact, one - the head girl, I was told, had opened a fifth shop up in Big Bear, in the mountains, and I think that really was the living end of it and I went up there and found a shop opened in the name of Gayle McMurray, who was the girl who was in charge of shifting stock around to the different shops, so she shifted it around to a fifth shop, which was hers, all my stock.

- Q. And you had not known about that?
- A. No. No.
- Q. Did you take a trip to the United States when you found out about this?
 - A. Yes. Yes.
- Q. And what time frame was that? Was that right before you closed the stores?
 - A. A couple of months before, yes, yes.
- Q. How did the time when you closed the stores relate in time to when you sold your interest in the Comfort Plus business?
- A. Well, it was getting yes, it was getting close to it, yes, yes, yes.
 - Q. Getting close to it --
- A. And the people that were buying, the Zukers, of course, Charlie didn't really want the shops in the United States anyway, and when he heard that they were

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Page 49 stealing, he said, "Get rid of them," so in 10 days - you know, "Only in America", as they say. In 10 days

I went over there, sold three shops and shut one down and walked home with quite a bit of money in the briefcase.

- Q. If that's the way things were done at the time.
- A. Yes, that's right, yes.
- Q. Okay. Just to bring us full circle, was that in 1982?
 - A. Yes.
- Q. And also, to bring us full circle, am I remembering correctly that you stayed on as an employee of Comfort Plus for a number of years after that?
- A. Yes, I ran I stayed on as managing director for three years.
 - Q. Thank you.
- A. Charlie Zuker, who bought the business, died about three months after we completed it. He died in my home of a heart attack.
 - Q. Right.
- A. And we had nothing in writing, it was a shake of the hand. I could have walked away from it. I didn't because I'm ethical and so I stayed on and worked with his sons for as long as I could and that completed the three years, yes.
 - Q. Okay. Thank you. So I would like to jump in

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Page 50 time to something a little more recent. In the past couple of weeks have you received any telephone calls from anyone claiming to represent Deckers about, talking about these issues?

- A. Yes, ves, twice, two calls.
- Q. Two separate calls?
- A. Said that my name was on the witness list, or something or other, and was ringing me to ask why I was doing it and warning me that I could be on the stand for quite a long time and, you know, really think about it, and then another call came I'm not sure if it was three weeks, four weeks, four weeks later, something like that.
- Q. Okay. Let's go back to that first call. Do you know who the person was who was talking to you?
 - A. No, I don't.
 - Q. How did the person identify themselves?
- A. They said that they were from the lawyers representing Deckers, which rang a bell with me, and I said, "Oh, fair enough", because, firstly, I thought it was from, someone from your side and then and made it clear he was from Deckers, "Yes, right, okay", and he just wanted to know a bit about my involvement. I told him about the shops we had in America, et cetera, et cetera, and our manufacturing, you know, I didn't hold anything back from him, I told him.

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Page 51 Q. Okay. Was that all during the first phone call?

- A. Yes.
- Q. Okay.
- A. Yes, primarily. The second phone call was quite short because it was a bad line and I had a lot of difficulty in hearing, yes.
- Q. Do you remember or could you tell was it the same individual that you talked to both times on the phone?
 - A. I think so, yes, yes.
- Q. Okay. You said the second call was pretty short. What did you talk about in that call?
- A. I think, from memory, the same thing. He sort of said why am I doing this and I said, "Why?" I've got to be honest here. I said, "Why? Because I think it's the scam of the century".
- Q. What did you mean when you said you thought it was the scam of the century?
- A. Well, the fact that somebody from America was suing somebody from Australia for using the word ugg boot when it was invented in Australia years and years before it was ever legally done in America and I just can't understand why, you know, that was my reason and my and the fact that I was involved fairly heavily in that

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Page 52 industry, and America, you know, it was my interest to do it.

- Q. Okay. Was that the only topic you talked about in that second conversation?
- A. No. I had a as I said, I had a lot of you know, there was always this question of, "Why are you doing this?", you know.
 - Q. Okay, fair enough.
 - A. Yes.
- Q. One other question I'm going to jump back to at the very beginning of our conversation today, you mentioned that you were that you testified in the case about the quality of the ugg boots?
 - A. Oh, yes, yes. Yes.
- Q. Did you describe yourself as an expert for the purposes of that trial, for that testimony?
- A. Oh well, I think that I would consider I would be on the looking because not just my involvement, we were the biggest in Australia at that time of my involvement and I was also on the Board of the Sheepskin Manufacturers Association and saw everything that went over the table there every fortnight, so I sort of really knew what was going on, and we won the we won every award at their dinner for every product that we made.
 - Q. "We", was that being Comfort Plus?

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- A. Yes.
- Q. I was really asking about your testimony in that earlier case, kind of what your role was. Let me ask it this way. In that quality of ugg boot case were you paid for your testimony?
 - A. Yes, yes, I was, yes.
- Q. Are you getting paid any money for your testimony today about this case?
- A. I haven't heard anything. No, as far as
 I know, I was just asked to come and do it and that my
 airfares and everything would be taken care of and that's
 all I'm expecting.
 - Q. Okay.
 - A. Okay?
- Q. I thank you very much. I'm jumping around a little bit here, but in the past couple of weeks were those telephone, those two telephone calls the only contact you had with anyone who was claiming to represent Deckers?
- A. No, I did I did have a letter that was sent by email and that was to say that there has been a lot of misunderstanding of what Deckers are trying to do here and that we're not trying to break this guy in Australia and that all they want to do is to prevent him from using the name "ugg". I'm not sure if it said I haven't got

Page 54 a copy of that letter. 10:52:53 **1** Well, I'm going to get to that. 2 Q. I said it - I said it to him. 3 Α. 10:52:54 Q. I'm not going to sit here and try to ask it 10:52:55 4 from your complete memory. 10:52:58 5 6 Α. No. 7 MR BAGLEY: So I'm going to mark an exhibit and I'm 10:52:59 going to mark it --10:53:02 8 MR RAYGOR: Well, you didn't - objection. 10:53:02 9 didn't get to the point of whether it was needed to 10:53:03 10 10:53:05 11 refresh his recollection. MR BAGLEY: Thank you for making the objection. 10:53:08 12 Are you objecting to my presenting an exhibit? 10:53:11 13 10:53:14 14 MR RAYGOR: I just stated an objection for the 10:53:16 15 record. 10:53:17 16 Okay, thank you very much. MR BAGLEY: I'm going to mark this exhibit as Defendant's Deposition Exhibit 10:53:19 **17** Could I ask you to take a look at that. 10:53:23 18 number 15. (Exhibit 15 marked for identification) 10:53:31 19 THE DEPONENT: Yes. Yes, that's an exact copy of 10:53:31 20 10:53:33 21 what I got through the email, yes. 22 BY MR BAGLEY: 10:53:36 23 Do you remember if you received this letter Q. 10:53:38 24 before or after the two telephone calls we talked about?

After.

Α.

10:53:43 **25**

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Page 55 Q. What did you personally take to be the point of this letter?

MR RAYGOR: Objection. The letter speaks for itself.

THE DEPONENT: Well, I don't know. What else can you - if you - if you've read that and you're not aware of what has gone on beforehand, or anything else, if I was to read that I'd only think, "Oh, well, you know, really, all they're trying to do here is to stop someone from using the registered word ugg to American consumers", yes.

BY MR BAGLEY:

- Q. Okay. Thank you.
- A. Yes. Yes.
- Q. Actually, if we're done --
- A. That is the same as the copy that I received, the same letter.
- Q. Thank you. Just when you're done with the exhibits, let's keep all the marked ones, and by "marked" I mean the ones with the stickers on here, just keep them in a pile right here.
 - A. Yes.
- Q. I'm actually going to hand you another document which I'm going to mark as Defendant's Deposition Exhibit number 16. If you could take a look at that and if

I direct your attention to the upper right-hand corner. 10:55:08 1 Oh, yes. Yes. 10:55:11 3 (Exhibit 16 marked for identification) 10:55:14 MR BAGLEY: I will state for the record that 10:55:15 4 I believe this document has been produced in this case as 10:55:16 5 DEK011596. 10:55:19 6 BY MR BAGLEY: 7 Q. Do you recognise this item? 10:55:26 8 Yes, yes, I do. 10:55:27 9 Α. 10:55:28 10 Q. What is it? What is it? 10:55:30 11 Α. Well, it's a wolf in sheep's clothing wearing ugg boots. 10:55:35 12 Q. I do see a wolf there. 10:55:37 13 10:55:38 14 Α. I don't know what our idea was at the time. 10:55:43 15 Q. Well, to answer the question --16 Α. Yes. 10:51:00 17 I do see a picture of a wolf here. Is this an Q. 10:55:49 18 advertisement of some sort? Yes, it is. 10:55:51 19 Α. 10:55:52 20 Q. Okay. We used that in several advertising. We didn't 10:55:52 21 Α. 10:55:56 22 spend a lot of money on advertising, to be honest, about 10:55:59 23 \$3,000 a year on Yellow Pages and that was about it, 10:56:03 24 really. We didn't do television or anything like that, 10:56:07 **25** because we were primarily a wholesaler; that was our

10:57:03 25

Q.

Page 57 prime business, you know. 10:56:12 1 I do notice --Q. 10:56:15 10:56:16 3 Α. And exporter. Q. I notice that there's a little logo that says 10:56:19 4 "Comfort Plus" here and I guess a picture of the outline 10:56:23 5 of Australia? 10:56:27 6 Α. Yes. 10:56:27 7 Q. Did you use that logo at other places? 10:56:27 8 Yes, we did, on everything, car seat covers, 10:56:31 9 Α. 10:56:34 10 ugg boots, that was what was on the bag. 10:56:37 11 Q. And that was on the bag, that logo was on the bag? 10:56:40 12 10:56:41 13 Yes, yes, yes, it was. Α. 10:56:43 14 Q. And that was the bag we have been talking about all morning that each pair of ugg boots went into? 10:56:44 15 10:56:47 16 Α. Yes. Thank you. I probably should have asked this 10:56:47 **17** Q. at the beginning, but I think it may be clear from your 10:56:50 18 testimony, was this an ad that your company paid to have 10:56:53 19 placed somewhere? 10:56:56 20 Well, yes, I'm just trying to think what it's 10:56:57 21 Α. out of. Is it --10:56:59 22 10:57:00 23 Q. I don't know. Yes. It wouldn't be Yellow Pages. 10:57:00 24 Α.

Well, you know, again, maybe we are at the

Page 58 point of the document can speak for itself. 10:57:06 1 I have this document before me and, from the numbers, it has been 10:57:10 10:57:12 3 produced in this case. 10:57:13 4 Α. Yes. But I'm just asking if you recognise it? 10:57:13 5 Q. Oh, yes. 10:57:16 6 Α. And to the extent you do, just tell us what it 10:57:16 **7** Q. is. If not then --10:57:19 8 Α. Yes. 10:57:20 10 -- we're just here to ask what you know? Q. 10:57:25 11 Α. It looks like it might have been Yellow Pages. Okay, fair enough. 10:57:29 12 Q. I don't - I don't recall, yes, to be 10:57:30 13 Α. Yes. 10:57:34 14 honest, but I do recall that we've used him before. Q. Would "him" be the --10:57:38 15 10:57:40 16 Sheep in --Α. -- drawing of the wolf? 10:57:41 **17** Q. 10:57:42 18 Sheep in - in - sorry, a wolf in sheep's Α. 10:57:44 19 clothing, yes, that was the --Were you personally responsible for designing 10:57:47 20 Q. or approving ads for Comfort Plus? 10:57:51 21 10:57:54 22 Α. Yes. Yes. Yes. 10:57:55 23 If you could take a quick look, and I know it's 10:57:59 24 hard to read because it's a very small text, but the small text under the words "Luxury Sheepskin Product", if 10:58:03 **25**

10:58:08 1 10:58:10 3 10:58:11 10:58:12 4 10:58:12 5 10:58:18 6 10:58:19 7 10:58:21 8 10:58:22 9 10:58:24 10 10:58:28 11 10:58:34 12 10:58:34 13 10:58:37 14 10:58:40 15 10:58:40 16 10:58:44 17 10:58:45 18 10:58:49 19 10:58:52 20 10:58:53 21 10:58:55 22 10:58:57 23 10:58:58 24 10:58:59 **25**

Page 59 you look at the third line - can you read that? Is that too small for you to read?

- A. No, no, that's fine.
- Q. Okay.
- A. I'm in the 5 per cent of my age group that doesn't need glasses.
- Q. Congratulations. If I could direct your attention to --
- A. I can see what this is now. This is a Yellow Pages this is under the word, under the logo "Comfort Plus" you will see that that lists all our shops.
- Q. Okay. And above the Comfort Plus logo can you see some, a number of small words there?
 - A. Yes.
- Q. What would you say those words are or represent?
 - A. Oh, car seat covers and something else.
 - Q. I agree, some of them are a little smudged.
 - A. Yes, yes, they are, mmm.
- Q. Even with your excellent vision, if you just some of the ones let us know some of the ones you can read?
- A. Well, it shows, yes it says ugg boots, ugg boots, slippers, blah, blah, and car seat

Page 60 10:59:01 1 covers, yes. So what do all those items have in common with Q. 10:59:02 relation to Comfort Plus? 3 10:59:07 Α. What do they all have in common? 10:59:10 4 What do they have in common? 10:59:12 5 Q. Well, they're all made, all made of sheepskin. 10:59:14 6 Α. 10:59:16 7 Q. Were they all the things that Comfort Plus produced? 10:59:19 8 Α. Yes. Yes. 10:59:19 9 10:59:21 10 Q. I was attempting not to lead you. 10:59:24 11 Α. All right. Yes. No, okay. It's alluding to all of our products that we do, yes. 10:59:27 12 10:59:29 13 MR BAGLEY: Thank you very much. Okay. Okay, 10:59:32 14 we'll move on to another exhibit now. I'm going to --**VIDEOGRAPHER:** 10 minutes. 10:59:41 15 10:59:43 16 Thank you. We might get done on MR BAGLEY: Okay. 10:59:45 17 this tape. We shall see. I'm going to mark this one as 10:59:49 18 Defendant's Deposition Exhibit number 17. 19 BY MR BAGLEY: If you could take a look at that, it has Q. 10:59:53 20 10:59:55 21 multiple pages. 10:59:56 22 (Shown to deponent) Α. (Exhibit 17 marked for identification) 11:00:04 23 11:00:04 24 Q. There are a number of things going on here, but 11:00:08 **25** I will represent to you and for the record that this is

11:00:11 1 11:00:14 11:00:17 3 11:00:17 4 11:00:21 5 11:00:23 6 11:00:23 7 11:00:26 8 11:00:30 9 11:00:32 10 11:00:34 11 11:00:34 12 11:00:37 13 11:00:47 14 11:00:49 15 11:00:53 16 11:00:57 17 11:01:00 18 11:01:04 19 11:01:05 20 11:01:08 21 11:01:12 22 11:01:14 23 11:01:16 24 11:01:17 25 Page 61 something else that has been produced in this case and we can - I'm not going read all the numbers.

- A. No.
- Q. But it has some of the attorney control numbers or Bates numbers, as we call them, on the bottom?
 - A. Yes.
- Q. And I'd also represent to you that they were produced such that I believe one of the documents refers to the other. I'm not going to testify I'm not going to say anything more than that.
 - A. No.
- Q. So let me ask you let me just direct your attention to the third page, paragraph number 11?
 - A. Yes.
- Q. And actually, before I do that I will let me start at the beginning, because we can look at this later, but just so we get a background, if you look at the first page. I apologise, go back to the first page.
 - A. Oh, right, okay, yes.
- Q. The first document at least purports to be an affidavit by a gentleman named George Reginald Burcher. Do you happen to know George Burcher?
 - A. No, no, I don't.
 - Q. You don't know who he is?
 - A. No.

in 1982?

11:02:31 **25**

Page 62 MR RAYGOR: Asked and answered. 11:01:18 1 BY MR BAGLEY: 2 3 Q. Okay. Now, if I could direct your attention to 11:01:20 4 the third page at paragraph number 11? 11:01:23 Α. Yes. 11:01:32 5 If you could take a quick look at that 11:01:36 6 Q. 11:01:38 7 paragraph? Α. Oh, yes, yes, yes. 11:01:42 8 It talks about the Trade Directory 1982 of the 11:01:44 9 Q. 11:01:47 10 Sheepskin Manufacturers and Retailers Association of 11:01:51 11 Australia? Α. Yes. 11:01:51 12 11:01:52 13 Were you a part of that organisation? Q. 11:01:54 14 Α. Yes, I was, yes, I was on the original board 11:01:58 15 until I retired, mmm. Until you retired from all of your - let me 11:02:00 16 Q. 11:02:05 17 strike that and let me ask --11:02:06 18 Α. Yes. When you retired from Comfort Plus or when you 11:02:07 19 Q. retired from all of your jobs? 11:02:10 20 No, just retired from Comfort Plus, as an 11:02:12 21 Α. owner, then when I sold the business, I resigned from the 11:02:23 22 11:02:27 23 Board. 11:02:29 24 Q. Okay. Were you a member of that organisation

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- 11:03:40 20
- 11:03:48 21
- 11:03:51 22
- 11:03:52 **23**
- 11:03:55 **24**
- 11:03:58 **25**

- A. I think so, yes.
- Q. Okay. Could I ask you to flip about two pages later to the first page that says "Current Membership" at the top. And be careful because there are two pages that say "Current Membership". I am talking about the first.
 - A. Oh, I see.
- Q. And if you look way down at the bottom, it say "DEK011524". Do you recognise this take a look at that page and the pages following for a minute. I will give you a minute.
 - A. Mmm.

MR RAYGOR: While he's doing that, I will just object that there's no indication that this is part of the same Exhibit 17.

MR BAGLEY: Okay. And I will say for the record I was attempting to address that earlier. I would say that the indication - I would say that there is. It has to do with the way it has been produced, the order in which the control numbers appear, and the fact that paragraph 11 on page 3 refers to it by content and we can work out beyond that, but for the record that's what I wanted to say.

MR RAYGOR: Actually, paragraph 11 references an Exhibit R and there's nothing that indicates an Exhibit R here. And if you look at the - you used the word "Bates", which I think is a trademark, you used it

11:04:00 1 11:04:04 11:04:07 3 11:04:12 4 11:04:16 5 6 7 11:04:24 8 11:04:25 9 11:04:25 10 10:51:00 11 11:04:29 12 11:04:32 13 11:04:37 14 11:04:38 15 11:04:38 16 11:04:40 17 11:04:41 18 11:04:43 19 11:04:47 20 11:04:52 **21** 11:05:01 22 11:05:04 23 11:05:09 24 11:05:09 25

Page 64 generically, so you should be careful of that, but the production numbers are not sequential. For example, the first page of Exhibit 17 is DEK11480 and then there's "Current Membership" jumps to 11524 and the same thing for the UGG production numbers.

BY MR BAGLEY:

- Q. Okay.
- A. Yes, we're all there.
- Q. Mr Bosley --
- A. Yes, we're in there.
- Q. -- while we have been making some of the objections, can I just direct your attention to the document starting at the first page that says "Current Membership" on it?
 - A. Yes.
 - Q. And the pages that are after that?
 - A. Yes.
- Q. And my question is do you recognise this document or any of these pages?
- A. Well, there's certainly Comfort Plus is in there, also Record Leather. This was when Charlie Zuker was alive, Comfort Plus, and it says in there that we make ugg boots, slippers, seat covers, moccasins, coats --
 - Q. Yes. I guess my question is do you recognise

Page 65 this document, do you remember this document at all? 11:05:11 1 This one? No, not really, no. 11:05:13 11:05:15 3 MR RAYGOR: Objection. Compound. 4 BY MR BAGLEY: Q. You do not? 11:05:16 11:05:17 6 Α. No. 11:05:18 7 Q. Okay. I mean I may have had one certainly in my 11:05:18 8 involvement, but I have no files on my involvement with 11:05:25 9 11:05:29 10 the Sheepskin Manufacturers Association at all. I'm just 11:05:32 11 looking at some of these and noting how many are not there any more, mmm. 11:05:35 12 11:05:38 13 MR BAGLEY: One more question about this -0kav. 11:05:50 14 actually, I believe we have answered that question earlier. Okay. I actually have one other exhibit I want 11:05:53 15 11:05:58 16 to talk about, but I am informed that we are very close 11:06:00 17 to the end of the tape, so if we could go off the record 11:06:03 18 just quickly to change tapes. VIDEOGRAPHER: Going off the record at 11.04am. 11:06:04 19 End of tape 1. 11:06:07 20 21 (A short break) 11:06:12 **22** [11.04am] 11:13:53 23 **VIDEOGRAPHER:** Going back on the record at 11.12am. 11:13:56 24 Commencement of tape 2. Proceed. 11:13:59 25 MR BAGLEY: I have just one more exhibit I'm going

Page 66 to want to show you and I'm going to mark this as

Defendant's Deposition Exhibit number 18.

(Exhibit 18 marked for identification) BY MR BAGLEY:

I will ask you to take a look at that, although Q. I will not ask if you recognise it. Take a minute. I would like to say for the record that I suppose counsel and I will have some further discussions, perhaps, in the future about whether the first page of the document, how, if at all, it relates to the additional pages of the document, but I will note that all of these pages were produced by Deckers in this matter. The first page has a control number of DEK011999. The second page has a control number of DEK012149 and the several pages following that are sequential after that last number that Mr Bosley, I'm not going to ask you too much about the first page, but I would ask that you take a look at the second page. I will represent to you - and counsel and I can worry about exactly what this is and what it means later, but I will represent to you that there are a number of short discussions of things that certain companies may have done, but without any title or names of any of those companies. I was, I was going to ask you if you would briefly look over that second page and see if, in your opinion, any of these descriptions

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Page 67

accurately reflected what Comfort Plus may have done?

- A. Well, one here, 7th of May 1982, "This company has recently airfreighted 1000 pairs of sheepskin ugg boots valued at around \$20,000 ... to ugg Imports in San Diego."
 - Q. You don't have to read it out.
 - A. No.
- Q. Well, let me ask you this. Did Comfort Plus ever do any business with Ugg Imports of San Diego, if you can remember?
 - A. No, we didn't, no.
 - Q. Okay.
- A. As I said, we my first trip to the United States was to try and establish an importer of our products. It wasn't successful. Their attitude was that they didn't believe there was a market for our products, so we concentrated from there on in a retail sense, so we didn't do business with anybody. Incorrect. We did do business with some people in Salt Lake City on car seat covers and that would have been around '79, but they were the only ones that and then there was a guy who had a shop in Houston and he was selling Australian opal and he wanted to add sheepskin products to it and it was quite a nice store anyway. We sent him over a whole heap and he never paid and we finished up getting him back here in

Page 68 the courts and we got our money, so that was about it, in 11:17:38 1 terms of trading with people in the United States. 11:17:41 3 Q. Okay. I don't think I'm going to ask you any 11:17:44 more question about this exhibit. 11:17:46 4 Yes, so - yes, but I - yes, I didn't - I didn't 11:17:47 5 Α. come across anybody else at the time we were over there 11:17:51 6 11:17:58 **7** selling products, yes. MR BAGLEY: Okay, thank you, that's all the direct 11:18:00 8 questions I have now. We could take another break, if 11:18:02 9 11:18:06 10 counsel want to. 11:18:07 11 MR RAYGOR: Yes. We'll just take five minutes. MR BAGLEY: Okay, that's fine. 11:18:09 12 **VIDEOGRAPHER:** Going off the record at 11.17am. 11:18:11 13 14 (A short break) 15 [11.17am] 11:31:30 16 VIDEOGRAPHER: Going back on the record at 11.30am. Proceed. 11:31:32 17 MR RAYGOR: Were you finished? 11:31:34 18 I had finished up my questions before 11:31:35 19 MR BAGLEY: the break. 11:31:37 20 11:31:11 21 **EXAMINATION BY MR RAYGOR:** 11:31:41 22 Q. So it's still morning. Good morning. 23 Α. Good morning. 11:31:42 **24** I'm Kent Raygor, just to reintroduce myself, Q. 11:31:45 **25** I'm an attorney for Deckers Outdoor Corporation which is

11:31:49 1 11:31:54 3 11:31:54 4 11:31:57 11:31:59 5 11:32:03 6 11:32:06 7 11:32:10 8 11:32:14 9 11:32:16 10 11:32:19 11 11:32:24 12 11:32:26 13 11:32:28 14 11:32:30 15 11:32:34 16 11:32:34 17 11:32:35 18 11:32:40 19 11:32:45 20 11:32:50 21 11:32:59 **22** 11:33:02 23 11:33:05 **24** 11:33:06 **25**

Page 69 headquartered in Santa Barbara. Have you ever been to Santa Barbara?

- A. Yes, I have, yes.
- Q. So anyway, this case is pending in Chicago, I'm working with some Chicago attorneys and we have some questions. I don't think I'm going to take very long with you and get you on your way. I have a few questions based or follow-up on what Mr Bagley asked you and maybe some clarification. At the very beginning he had asked you whether you had ever been a witness in a deposition or supplied any testimony in cases and you said in maybe two or three cases. Do you recall that?
 - A. Yes, yes, I do.
- Q. And you mentioned one where you acted as an expert witness in this case involving some inferior product?
 - A. Yes.
 - Q. Okay. What were the other case or two?
- A. Well, that was more to do with that guy in Houston that we had to bring out to Australia and we were suing him. I don't think whether that you know, I was a witness in that case.
- Q. So you were a witness in trying to collect payment?
 - A. Yes. Yes. Yes.

11:34:39 **25**

Page 70 There was just somebody you had supplied 11:33:07 1 Q. product and they didn't pay you? 11:33:08 2 3 Α. Yes, that's correct. 11:33:11 Q. Was there another case? 11:33:12 4 Yes, there was, to do with - Record Leather 11:33:21 5 Α. 11:33:30 6 called me as a witness in a case that they had against a 7 guy in Melbourne doing medical sheepskins and they called 11:33:37 me as a witness in - this guy was saying he wasn't going 11:33:46 8 to pay because he didn't think it was up to a standard 11:33:52 9 11:33:57 10 and we had used their product and, you know, in hospitals 11:34:04 11 and babies and everything else and had no problem, so I was called upon as a witness in that case. 11:34:09 12 Q. Was that again in a role sort of as an expert 11:34:12 13 11:34:16 14 witness in sheepskins? Α. Yes. Yes. 11:34:17 15 Q. When was that? 11:34:18 **16** That was in about 1980. 11:34:19 **17** Α. And do you recall what court it was in? 11:34:26 18 Q. Oh, no. Somewhere in --11:34:29 19 Α. What State? 11:34:31 20 Q. It was in Victoria, in Melbourne. 11:34:32 21 Α. 11:34:34 22 Q. Okay. 11:34:35 23 Α. Mmm. 11:34:36 **24** You mentioned Record Leather? Q.

Record Leather, yes.

Α.

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	Page 7'	1
Q	Can you look at Exhibit 17, which we have	
marked	earlier, it was the George Burcher affidavit, and	
the fi	st page that Mr Bagley referred you to	

- A. Oh, that one.
- Q. -- which said "Current Membership" --
- A. Yes.
- Q. When you first looked at this you mentioned, sort of as an aside, "There's Record Wool"?
 - A. Record Leather.
- Q. Do you see the third box or line from the bottom, Record Wool Pty Limited? Is that who you were referring to?
- A. No, I no, this Record Wool, that was, that was really part of Record Leather. It was a branch of his business in Queensland, mmm.
 - Q. Okay.
- A. Yes, it's one and the same, Don, Don Dinte his name was, yes.
- Q. Would you look at Exhibit 16? This is that. (Indicates). It looks like this.
 - A. Oh, yes, yes, the ad, yes.
- Q. And I know it's really hard to read there and let me just try and give it a stab. I'm looking at the wolf in sheep's clothing ad in the upper right?
 - A. Yes.

Page 72 And underneath the big capital letters where it 11:36:29 -1 Q. says "LUXURY SHEEPSKIN PRODUCTS", do you see that? 11:36:31 2 3 Α. Yes. Yes. 11:36:34 Q. I'll see if I can read it: "Car Seats Covers 11:36:35 4 (universal & hood fitting)". Does that sound right? 11:36:40 5 Α. Yes. 11:36:46 6 And then next, "Tailor Made Seat Covers"? 11:36:46 7 Q. Α. Yes. 11:36:49 8 Next, "ugg Boots"? 11:36:50 9 Q. 11:36:51 10 Α. Yes. 11:36:51 11 Q. Next, "Slippers". Next, "Moccasins"? Α. Yes. 11:36:54 12 Next, "Coats & Vests". Then, "Gloves, Mitts &" 11:36:55 13 Q. 11:37:01 **14** - I have no idea: "Mats"? Next, "Fibre Rugs & 11:37:10 15 Cushions". Next, "Golf Club Covers"? Α. Yes. Yes. 11:37:13 **16** Next, "Medical Sheepskins & Accessories"? 11:37:13 **17** Q. 11:37:17 18 Α. Yes. And lastly, "Range of Souvenir items"? 11:37:17 19 Q. Yes. 11:37:20 **20** Α. 11:37:20 **21** And now that I've read all of that, you had Q. 11:37:22 **22** earlier said all those products were sheepskin; is that 11:37:25 **23** still true? 11:37:26 **24** Α. Yes. Like the souvenir items, what kinds of 11:37:26 **25** Q.

sheepskin products were they? 11:37:29 1 Oh, sorry, yes. No. Souvenir items - we 11:37:30 2 11:37:35 3 bought in a few spoons and things like that with 11:37:42 4 "Australia" on it and koala heads and that type of thing, just little intricate things which we added into the 11:37:46 5 11:37:53 6 shop, mmm. Going back to something that you had mentioned 11:37:57 **7** Q. about the California stores, you remember those four 11:37:59 8 shops that you had opened? 11:38:02 9

A. Oh, yes, yes.

- Q. And you talked about you said it two different ways. You said that footwear was 70 per cent of the business in those stores; correct?
 - A. Yes.
- Q. And then you first said that of that 70 per cent, probably 60 per cent of that 70 per cent was ugg boots?

MR BAGLEY: Objection. Mischaracterizes the testimony.

THE DEPONENT: No. No, I think we did go back and correct that.

BY MR RAYGOR:

- Q. It was stated that way, but then you went back and changed?
 - A. Yes. Yes. It made it sound like 60 per cent

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of that 70 per cent, but I meant, like, footwear in 11:38:34 1 11:38:39 3 11:38:44 60 per cent of those sales. 11:38:53 4 11:38:55 5 Q. not only footwear sales? 11:39:00 6 11:39:03 7 Α. Yes. Q. 11:39:04 8 11:39:06 9 11:39:09 10 Α. And coats and - yes. 11:39:10 11 Q. Footwear? 11:39:11 12 Α. 11:39:14 13 slippers. 11:39:15 **14** Q. 11:39:19 15 footwear, right? 11:39:22 **16** Α. Yes. 11:39:23 **17** 11:39:25 18 Q. footwear other than ugg boots? 11:39:32 19 Α. Yes. 11:39:34 **20** 11:39:34 **21** Q. boots? 11:39:38 **22** Α. Yes. 11:39:39 23 11:39:39 24 Q. Okav. 11:39:41 **25** first opened the stores until it ended?

general was 70 per cent of the sales and it was my estimate that the slippers was, say - so ugg boots were So 60 per cent of the stores' overall sales, And then 10 per cent of the stores' sales were made up of things like slippers and moccasins? Oh, footwear, yes, sorry, on the footwear, yes, So just to be clear, 70 per cent of the sales of these stores, the four stores grouped together, was And so 10 per cent was something other than -And 60 per cent of the overall sales were ugg And was that true from the time that you 11:40:10 **8** 11:40:12 **9**

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Page 75 A. Oh, no, I think it took, it took about six
months to get a pattern at each of these shops, but that
pattern seemed to be the same all the way through.
Woodland Hills, for instance, was a little bit more
upmarket than the other three shops. Woodland Hills was
close to where the stars had their, the movie stars had
their ranches and things like that and they spent time in
the shops.

- Q. Can you did the shops have a sort of common layout? Was it do you know what a strip wall is, what we call that in the US?
 - A. No.
- Q. Were they stand-alone shops, were they in a shopping centre or on a street front?
- A. Two of them were in shopping centres,
 Santa Barbara and Thousand Oaks, and the other two,
 although they probably would be in a shopping centre,
 they weren't in a mall as such, they were sort of
 stand-alone shops.
- Q. What's very common in Southern California is what we call a strip mall --
 - A. Yes.
- Q. -- which may have five to 10 or 15 shops sort of around a parking lot.
 - A. Yes.

- Q. Something like that?
- A. Yes, yes, something like that they were.
- Q. Okay. And what about the layout of the shops themselves? Was there a storefront and a showroom?
 - A. No.
 - Q. An office in the back?
- A. A bit of an office in the back, but primarily it was just a shop, you know, and but they weren't laid out in any particular because I think I mentioned earlier, when we were talking about those shops, that we called them all different names because we did have in mind originally that we may franchise each of those shop names around America. That was our idea long-term, never got to that, but that's what we had in mind, so we didn't have them so that they looked as though they were connected at all, mmm.
- Q. Okay. And as far as for each of these four shops, were they set up in such a way that there would be a front door, for example, where a customer or potential customer could come in and look at your product, buy, hopefully --
 - A. Yes. Yes.
 - Q. -- and not move on?
 - A. Yes. Yes.
 - Q. Okay. Do you recall how the product was

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displayed? 11:42:18 1 *A. Oh, jeez, shelving, you know, coat racks, 11:42:20 3 for instance, for coats, nothing particularly comes to 11:42:25 mind about how they were displayed, but certainly boots 11:42:34 4 11:42:41 5 were on shelving, ugg boots. 11:42:45 6 I need to go off the record for a VIDEOGRAPHER: 11:42:47 7 minute. Going off the record at 11.41am. (A short break) 8 [11.41am] 11:42:55 9 11:43:28 10 VIDEOGRAPHER: Going back on the record at 11.42am. 11:43:31 11 Proceed. MR RAYGOR: Okay. Were you able to get everything 11:43:32 12 until we took the break? 11:43:35 13 14 COURT REPORTER: Yes. Did you want me to read the 15 answer? Yes, give us the last sentence or two. 16 MR RAYGOR: 17 (Previous answer marked * read by court reporter) 11:43:56 18 THE DEPONENT: That's correct, yes. 19 BY MR RAYGOR: And were the boots, when they were displayed on 11:43:57 20 Q. the shelving, so people could pick them up and try them 11:43:58 21 11:44:02 22 on, look at them, kind of thing? Mainly, they always - the ones on display 11:44:04 23 11:44:10 24 were always just a left boot or a right boot, you know, which is the smart way to display in shops that we found, 11:44:14 **25**

11:44:18 1 11:44:21 11:44:22 3 11:44:24 4 11:44:26 5 11:44:27 6 11:44:32 7 11:44:38 8 11:44:43 9 11:44:49 10 11:44:53 11 11:44:57 12 11:45:01 13 11:45:05 14 11:45:07 15 11:45:08 16 11:45:14 **17** 11:45:17 18 11:45:17 19 11:45:19 20 11:45:22 **21** 11:45:23 22

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Page 78 in Australia anyway, and if you've got a pair, the pair get nicked, you know.

- Q. They walk off?
- A. Yes.
- Q. It's the same in the US.
- A. I used to take them into the States with because in those years samples were still you had to
 pay duty on bringing them into the States and I always
 took about 12 boots in a suitcase and they used to say,
 "Oh, you've got to pay duty on those", and I'd say,
 "Well, you know, I'll pay duty, but how many one-legged
 people are going to buy ugg boots?" But then the next
 trip I went over there I took the right one.
 - Q. That's pretty smart.
 - A. Yes.
- Q. So when the half of a pair was displayed on the shelf then I assume it was no longer in its plastic bag, right?
 - A. That's correct, yes.
- Q. How about the moccasins or the slippers, same kind of thing?
 - A. Same thing, yes.
 - Q. Okay,
 - A. Displayed the same way.
 - Q. And was there any other footwear that you sold

11:45:28 1 11:45:33 11:45:37 3 4 11:45:42 11:45:48 5 11:45:53 6 11:45:58 7 11:46:00 8 11:46:04 9 11:46:07 10 11:46:14 11 11:46:15 12 11:46:16 13 11:46:19 **14** 11:46:20 15 11:46:25 16 11:46:28 17 11:46:28 18 11:46:36 19 11:46:42 20 11:46:46 21 11:46:49 22 11:46:51 23 11:46:54 **24**

11:46:54 **25**

other than the boots, the moccasins and slippers?

- A. Slippers, there was a range. There were about six different types of slippers ranging from like a thong, which didn't go well over there, from thongs to slip-ons, to pull-on, that type of thing, there was about a range of six, so we would have one of each of those on a shelf, mmm.
- Q. So for those did you present them under, like, different model names or numbers, what would be called the thong or something else, or was it a product number?
 - A. They had a product number.
 - Q. A number?
- A. All of our ugg boots and everything had a product number, yes.
- Q. Like a SKU? Do you know S-K-U, a product number? It may be something that's American, I don't know.
- A. Usually I think, from memory, ugg boot was a a UB200 was, from memory, was a short ugg boot. A UB400 was a big ugg boot, you know. It was usually a fairly simple terminology, bearing in mind we never had computers, yes.
 - Q. Going back to this Exhibit 16 --
 - A. Yes.
 - Q. -- I got sort of sidelined by asking about the

percentages in your stores?

- A. Yes.
- Q. Can you tell, is this from an Australian publication, if it's Yellow Pages or something else?
- A. I would think it would be and the reason I say this is because all of these other people in there, Discount Ugg Boots, Hako, for instance, blah, blah, they were all from South Australia.
 - Q. Okay.
- A. So I would think this would be out of the Yellow Pages, mmm.
 - Q. You mentioned Charlie Zuker?
 - A. Yes.
 - Q. Who do you spell Zuker?
 - A. Z-U-K-E-R.
- Q. You say that you stayed on to help manage the business?
 - A. Yes.
- Q. And what was the business, if you'd closed down the stores? Did he become an importer from you as a wholesaler or what?
- A. He was Charlie Zuker, Record Leather, never made anything. He was a tanner, he tanned the sheepskins. He and I exchanged 25 per cent ownership in each other's business because I needed to be locked in

11:46:57 1 11:47:00 2 11:47:00 3 11:47:03 4 11:47:06 5 11:47:10 6 11:47:19 **7** 11:47:26 8 11:47:27 9 11:47:28 10 11:47:33 11 11:47:39 12 11:47:42 13 11:47:42 14 11:47:45 15 11:47:53 16 11:47:57 17 11:47:58 18 11:47:59 19 11:48:02 20 11:48:09 21 11:48:11 22 11:48:14 23 11:48:19 24 11:48:23 **25** 11:48:27 1 11:48:34 11:48:36 11:48:40 11:48:41 5 11:48:44 6 11:48:48 7 11:48:51 8 11:48:54 9 11:48:57 10 11:48:58 11 11:48:59 12 11:49:02 13 11:49:05 14 11:49:09 15 11:49:12 16 11:49:15 17 11:49:20 18 11:49:26 19 11:49:28 **20** 11:49:32 **21** 11:49:37 22 11:49:43 23 11:49:49 24 11:49:55 **25**

Page 81 with a tannery. We were cutting up \$35,000 worth of sheepskins every week in our place.

- Q. Was he Australian? Is he Australian?
- A. Oh, yes, he was Australian.
- Q. So he wasn't like a US partner?
- A. No. No. Well, he was by way of his connection with he owned 25 per cent of Comfort Plus and I owned 25 per cent of Record Leather, yes.
- Q. And at some point then did you sell the entire Comfort Plus business to him?
 - A. Yes, yes, to him.
 - Q. The remaining 75 per cent?
- A. Well, the New Zealand company had been in and wanted to buy us because they were looking to start in Australia and they thought, "Well, let's just go to the biggest first and buy them out", so I was quite interested in their offer because, to be frank, I didn't see a real future in the sheepskin market.
 - Q. Why is that?
- A. Well, you know, I think I mentioned earlier about the people that get into ugg boots that were aged 12 to 25, that was the market, that was the big part of the market. Doctors started prescribing them for varicose veins and everyone got excited about it, except I didn't because I saw that if you start to put people of

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Page 82 60-odd plus in ugg boots, the 20-year-olds are not going to wear them.

- Q. And there are not a lot of 12 year olds with varicose veins.
- A. No. Yes. And I proved to be right because three years later well, that particular year there were 15 million pairs of ugg boots or sheepskin footwear, 15 million pairs made and sold in Australia. Three years later there were less than 1 million pairs, so it was a big, big drop, and I really I got my mentor in business always said to me there are three things when you go into business: one, always pay the taxman what you think's a fair thing, not what he thinks, or you won't make it, and never go into manufacturing, which I took no notice of, but the third thing was know when to sell.
 - Q. Know when to get out.
- A. I said, "When will I know that?" He said, "You'll know", and I did.
- Q. Do you have any records at all that would show how many boots, for example, that you sold in that time frame? Did you keep any sales records?
- A. In which time no, I kept no records at all. The only thing that I got out of the business when I when I left was that they gave me the shields that we had

11:51:38 1 11:51:42 11:51:46 11:51:48 11:51:51 5 11:51:56 6 11:51:57 7 11:52:06 8 11:52:10 9 11:52:17 10 11:52:20 11 11:52:43 12 11:52:49 13 11:52:53 14 11:53:00 15 11:53:05 16 11:53:08 17 11:53:12 18 11:53:20 19 11:53:24 **20** 11:53:26 **21** 11:53:31 22 11:53:35 23 11:53:38 24 11:53:44 **25**

Page 83 won for awards. They believed that that was my doing and they gave me the shields and that's all I took, but no records, no nothing.

- Q. Can you estimate for me how many pairs of boots that you sold that you, I should say, exported to the US for sale?
- A. Oh, exported to the US? In the 18 months to two years we had the shops, and I'm still not sure which it was, but it was 18 months to two years, that's 70 per cent of their business, I would say it would have to be close to half a million pairs in that time, yes.
- Q. In your work in this industry in Australia and operating in those four stores in the US, did you ever come across a man named Brian Smith? Brian Smith?
 - A. Oh, does he have a company or --
- Q. It was Ugg Imports for a while and then it was Ugg Holdings. He was from Australia and moved to San Diego, California, Santa Monica, California, first?
- A. I don't think I ever met him, but I think now that you mention his name, I think he was the guy that was trying to register the name ugg boot in Australia and I was on the board of the Sheepskin Manufacturers

 Association at the time and the Government were going to do it, for whatever reason I don't know, and we put up a submission that you can't give him the registration of a

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Page 84 name that is a generic term and has been for 20-odd years in Australia, and so he didn't get it and I'm pretty sure - I couldn't be 100 per cent, but I'm pretty sure that would probably be the guy, but I never met him, no.

- Q. Do you remember that somebody did actually get registered in Australia "Ugh Boot", U-G-H Boot?
 - A. Yes. It didn't last long.
 - Q. But do you know if that was Brian Smith?
- A. I don't know, no; no, I don't know. They tried all sorts of descriptive terms and that sort of thing: a few people tried.
- Q. How many trips to the US did you make in connection with trying to sell your product? Were there five?
- A. No. I only one in trying to sell it on a wholesale basis.
 - Q. Right.
- A. I went and saw the Trade Commissioner, et cetera, over there. I found him to be useless, you know, so I did it I did some hunting around myself, but yes, I've got to say I went back thinking that sheepskin products are going to be hard to sell in the United States, even though when you went to any of the stores in Sydney, et cetera, there were American citizens on holidays here buying ugg boots and coats and all sorts

11:56:29 **25**

Anyway.

Page 85 of things. 11:55:37 **1** Q. So that was - as an attempt to act as a 11:55:40 11:55:42 3 wholesaler that didn't pan out, right? Α. No, I wasn't happy with that trip, mmm. 11:55:45 4 And you said you hunted around a little bit and 11:55:47 5 Q. that just didn't work? 11:55:49 6 Α. No. 11:55:51 7 But then you went back in connection with Q. 11:55:52 8 opening stores, right? 11:55:54 9 11:55:55 10 Α. That's correct, yes. 11:55:57 11 Q. Those four retail shops? Α. Yes. 11:55:58 12 11:55:59 13 About how many times did you go back in Q. connection with that business? 11:56:01 14 Four or five times, yes. 11:56:02 15 Α. 11:56:04 16 So overall, were all of those in California, Q. 11:56:07 17 those trips, just in California? 11:56:09 18 Α. Yes. I went to Houston once. That was the deal where you had to sue the guy? 11:56:11 19 Q. Yes, that's right, that's the one. 11:56:15 20 Α. Did you get all your money? 11:56:16 21 Q. 11:56:17 22 Α. Yes, got all my money, yes. 11:56:19 23 By the way, it's impossible for us to Q. deal with Texans also: it's like another country. 11:56:21 **24**

So in those five, maybe six trips to the US --

- 1 A. Yes.
 - Q. -- to California and the one to Houston,
 I guess, did you ever come across anybody else using the
 term "ugg" in connection with sheepskin footwear?
 - A. No, to be honest, not in Los Angeles and certainly there wasn't anything in Houston, that's why this guy wanted to get into it. I don't think Houston were ready for it. I don't know.
 - Q. Did you see any sort of advertising or marketing showing that anybody else, other than you, was using the term "ugg"?
 - A. No.
 - Q. Whether spelt U-G-G, U-G or U-G-H, or any other way?
 - A. Not really. As I said, I was on the at the time I was on the Board of the Sheepskin Manufacturers Association and I didn't know anybody at that time, any members that were doing anything in the United States, mmm, or, in fact, any other country, yes.
 - Q. You mentioned John Arnold.
 - A. Yes.
 - Q. Have you met him?
 - A. Yes. Yes. John Arnold wanted me to buy his business and I nearly did and he said he had the registration of the word "ugg" boot in his top drawer and

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Page 87 if I bought his business I'd get the letter, but it was only at the last minute the figures that he'd given me didn't stack up and I didn't buy it, but yes, no, John, quite a nice guy, yes.

- Q. You said you think he's the one who invented or coined the term "ugg"?
 - A. The first I ever heard of it anyway, yes.
- Q. About when do you think he did that, do you know?
 - A. That would have been in the mid '60s, yes.
- Q. Did you hear of it at that time in the mid '60s yourself, that he was using it, or is it something you learned later when --
 - A. It was something I learned later, yes.
 - Q. Was that later in connection --
- A. But it was recognised pretty much by anybody in the sheepskin industry, particularly in South Australia, that he was the inventor of the ugg boot and he told me the story that I said, his mother said it was an ugly boot and he said, "That's a good name for it", you know.
- Q. Have you ever heard of stories about

 Royal Australian Air Force pilots in World War II using sheepskin boots to stay warm in unpressurised cabins?
- A. They didn't use sheepskin, they used lambs wool and that is a knitted wool, not a sheepskin.

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	Q.	Did y	ou e	ever	hear	any	sto	ries	abo	out	them	using
the	term	"ugg"	for	wha	t the	y we	re w	veari	ng	for	foot	wear?

- A. No.
- Q. When were you having discussions with John Arnold about potentially buying his business?
 - A. About '78, 1978, yes.
- Q. Where was he located at the time? Where was he located at the time?
- A. He had a small shop in downtown Adelaide, right in the heart of the city, in Franklin Street, something like that. I remember going to his shop and having a look at it, mmm.
- Q. I'm sorry to jump around. I just made notes here.
 - A. No, that's all right.
- Q. I'm trying to just cover my notes first and then I'll move on to some other stuff. You talked about the seed in the skin problem. I'd never heard that before.
 - A. Hadn't you?
 - Q. That was an interesting aspect to it.
- A. Not a lot of people will, because tanning's not done in Australia now anyway, but I don't know how they overcome the problem in China in tanning the skin because the skin is still going to have grass seeds. Grass seeds

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Page 89 is a problem. New Zealand don't have it, they don't have that problem. Every skin that comes out in New Zealand will be perfect in its finish, with no scars or tissues, because they don't have a grass seed problem.

- Q. Well, you said maybe that's the answer. You said that you had to source skins that didn't have the seed scars from some other source?
 - A. Yes.
 - Q. Where was that? Was that New Zealand?
- A. No, no, no, no, it was Record Leather, he knew how to separate skins in the tannery itself, so that not every skin in Australia will have that problem, but the majority of them will, and so he used to sort through and get skins that were thick enough to be able to grind down, if you know what I mean. It's called polishing.
 - Q. Okay.
 - A. Mmm.
 - Q. I'm learning.
- A. Well, I learned it mainly, I asked him a question once at his tannery, "Why is it that you get a batch of skins and you put them through a dye of a beige and they will come out four different colours? Why is that, if they're in the one batch?" And he said, "Why is it that some people go out in the sun and they go red and others go brown? Same difference."

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Page 90

- Q. Okay.
- Α. That was his answer and he was a well-respected tanner around the - around then.
- Q. Do you remember Garren McPhee that you mentioned?
 - Α. Yes.
 - Q. And he ran your stores in the US, right?
 - Α. Yes, he did.
 - Q. Was he American?
- Α. No, no, no, he was an Australian living in - he was a strange guy, actually, okay, but he learnt the ways over there very quickly. He was working for a movie lot over there. He was - unlike - to look at him, you'd swear that he was Burt Reynolds and he used to do a lot of, what do you call it, second, stand-in stuff --
 - Q. Oh, yes.
- -- as Burt Reynolds, you know. Well, that all finished and he was - but he still had his green ticket over there, so that's why we got talking. I had met him when he was over in Melbourne once, mmm, but I don't know where he is now. I did hear that he'd come back to Australia, but he owes me a bit of money, so obviously he wouldn't contact me, yes.
- Was he involved in what you found out where Q. product was going out the back door in the US stores,

Page 91 basically? 12:03:55 1 Α. Yes, he was, yes. 12:03:55 3 Q. Is that why you say he owes you a bit of money? 12:03:56 Α. Yes, that's right. 12:04:00 4 So when you closed the stores down, what 12:04:00 5 Q. happened to the inventory? Did you sell it off? 12:04:03 6 I sold all of the stock that was, in each of 12:04:07 7 Α. the three shops was sold with the shops. 12:04:12 8 Q. To whom? 12:04:15 9 12:04:17 10 Α. To three different buyers. 12:04:21 11 Q. Okay. 12:04:21 12 And the stock was sold to them and strangely Α. 12:04:30 13 enough we never really got any more orders from them, so 12:04:34 14 I don't know what they did, whether --Q. 12:04:36 15 That was my next question. 12:04:37 16 Α. Yes. 12:04:38 17 Did you continue to wholesale to them? Q. 12:04:40 18 Α. Mmm. Q. But no, huh? 12:04:40 19 No, no, we got - we got a couple of orders from 12:04:41 20 Α. them but nothing substantial. 12:04:44 **21** And that's about the same time that you decided 12:04:48 22 Q. 12:04:51 23 just to get out of that business and move to 12:04:53 **24** screen printing or something else? No, I didn't have screen printing in mind then. 12:04:55 **25** Α.

Page 92 I just had - just to have a year off, you know. 12:04:58 1 I'd worked 12 hours a day and probably six-and-a-half 12:05:04 12:05:06 3 days a week, I needed to have a year off, so I did, mmm. 12:05:39 Q. You mentioned that your expenses are being paid 4 for this today, your expenses, travel from Adelaide to 12:05:42 5 here and back? 12:05:47 6 12:05:48 7 Α. Yes, yes, it's all - it was all arranged and sent over to me, yes. 12:05:50 8 12:05:52 9 Q. Hotel? 12:05:52 10 Α. Yes, hotel and airfares, yes. 12:05:55 11 Q. Meals? Well, the meals were included at the, at the 12:05:57 12 Α. 12:06:03 13 place at which I stayed, yes. 12:06:07 14 Q. And who's paying for it? Α. I've got no idea. 12:06:09 15 12:06:11 16 Do you know who Eddie Oygur is? Eddie Oygur? Q. 12:06:17 17 No, no idea. Α. 12:06:18 18 Or Adnan Oygur? Q. I saw it - I saw it on the, on some 12:06:21 19 Α. No. but I've got no idea who they are. 12:06:25 20 papers, Q. Do you know who Australian Leather is? 12:06:28 21 12:06:29 22 Α. I've heard of Australian Leather, yes. 12:06:31 23 Q. Apart from this lawsuit? 12:06:33 24 Α. Yes. Because I'll just say in this lawsuit Deckers, 12:06:34 **25** Q.

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12:08:11 **25**

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Page 93

my client, is suing Australian Leather?

- A. Yes, yes, I saw that.
- Q. And its owner?
- A. And the owners, I take it?
- Q. Yes, that Eddie Oygur who I mentioned?
- A. I don't know I don't know the man, no.
- Q. So apart from what you may have heard about it in this lawsuit, what have you heard about Australian Leather?
- A. I think only from a friend of mine, I sold him one the Zukers didn't want the sheepskin shops that I had in Adelaide, so I had to and I offered to keep them, but they said that would be a conflict of interest, so I got rid of those, closed two of them down and sold two off and one was to a friend of mine who used to work for me in Comfort Plus and he's kept that Woolshed shop, one of the few left in Adelaide. There's two people in Adelaide that do tailor-made car seat covers and he's one of them, so I've heard of him. I hear a few of the industry, you know, just talking to him because I still see him quite regularly, you know, and he has mentioned about Australian Leather.
 - Q. What did he say about Australian Leather?
- A. Oh, nothing that really sort of got my ear up, you know, just that he apparently had he was able to

DTI Global Level 2, Suite 204, 105 Pitt Street Sydney NSW 2000 Phone: Int + 61-2-9225-3500

Page 94 buy some skins from him, which is becoming more and 12:08:16 1 more - there are no tanneries left in Australia, they're 12:08:22 3 all shut down, so the only way to get a sheepskin tanned 12:08:27 4 now is to send the salted skin off the sheep's back over 12:08:31 to China and get it sent back, and I think he was doing 12:08:36 5 that and I think my friend was buying some skins for him, 12:08:39 6 12:08:47 7 mmm. How did you first get involved in this dispute Q. 12:08:47 8 between Australian Leather and Deckers? 12:08:50 9 12:08:57 10 Α. I don't know. I guess I got a phone call from 12:09:00 11 you, yes, probably, mmm. From Mr Terceiro? Q. 12:09:03 12 Yes. Yes. 12:09:04 13 Α. 14 MR RAYGOR: Am I - am I saying - Michael, is 15 that --12:09:07 16 It's sounds pretty close, yes, just MR TERCEIRO: 12:09:09 17 say that. THE DEPONENT: Michael. Yes. No, and we've just 12:09:13 18 been in regular contact ever since and he asked me would 12:09:14 19 I be available to - to - yes, and I said I don't see why 12:09:16 20 12:09:23 21 not. 22 BY MR RAYGOR: 12:09:23 23 And when you say "regular contact ever since", Q. 12:09:26 24 like, when was the first contact? 12:09:29 **25** Oh, gee, I reckon it would be six months ago or Α.

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Page 95

SO.

- Q. And did Mr Terceiro reach out to you or did you reach out to him?
 - A. Well, he rang me initially --
 - Q. Initially, right.
- A. -- and said, "What's going on?" That's when I first heard about the I had actually heard about it on a radio program, actually, over in Adelaide that Leon Byner, who we were talking earlier about off camera, Leon Byner was trying to organise for this guy to get some financial assistance to fight this, you know. How dare they take our word "ugg" boot, you know, a natural Australian's attitude, and I think he was trying to raise finance. That's the last I and that's when I first heard about it and then I got the phone call from Michael.
- Q. And you said you had regular contact with was it with Mr Terceiro since then?
 - A. Yes. Yes.
 - Q. Like how regular, how often?
- A. Oh, gee, probably five, six emails, just, you know, when things are going to take place, et cetera, and --
 - Q. Emails too and from?
 - A. Yes.

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	Q.	Any	other	· sor	t of	-	any	1ett	ers	or a	any	Page - did	
ever	writ	e to	you	in a	lett	er	form	n as	opp	osed	to	email	?

- A. No, no, just email.
- Q. Were any materials ever provided it's noisy. Were any materials provided to you to look at to get ready for today?
- A. Yes, I think I had a few things. I've got an idea, that one, the exhibition Exhibit 17.
 - Q. Exhibit 17?
- A. Yes, I think I've seen that, and, of course, Deckers sent me this one from yourself, Greer Burns & Crain, I've seen that.
 - Q. Oh, the letter, yes, Exhibit 15?
- A. Yes, the letter sort of which says, "We're not really as bad as we sound", you know.
 - Q. Did you believe it when you read it?
- A. Oh, I didn't have to doubt it. Yes, from what I'd heard around, and that was before I got involved, was that, you know, Deckers were really going to take this bloke to town and they were going to take his business and his car and his house and everything else and I thought, "Oh, that's not right", you know.
 - Q. And where did you hear that from?
- A. Oh, that was in the papers in Adelaide and then, of course, Leon Byner got a hold of it on the radio

12:12:28 1 12:12:32 12:12:36 12:12:38 4 12:12:40 5 12:12:44 6 12:12:47 7 12:12:47 8 12:12:50 9 12:12:52 10 12:12:55 11 12:12:59 12 12:13:01 13 12:13:05 14 12:13:09 15 12:13:19 16 12:13:23 17 12:13:26 18 12:13:31 19 12:13:35 20 12:13:38 21 12:13:41 22 12:13:45 23 12:13:48 24 12:13:48 **25** Page 97 and he's Mr Fix It Man over there, you know, so I don't know whatever happened about that, but I never heard any more about it.

- Q. Apart from have you ever seen a copy of the complaint in this lawsuit? The complaint is a document that outlines the claims that Deckers is asserting?
 - A. Yes.
- Q. It's filed with the court in the US and that starts the whole legal process. Have you ever seen that?
 - A. No, I don't think so, no.
- Q. And some of it is summarised here in this letter, Exhibit 15, but do you understand that there's more going on in a lawsuit than just the use of the word "ugg" by Mr Oygur and Australian Leather?
- A. Well, I understand from this one that, you know, you're trying to prevent him well, that his main argument, as I would gather from that letter, his main argument will be his loss of business in the United States.
- Q. Do you understand, though, that Deckers is asserting claims against him because he is using "ugg" in the United States?
 - A. Asserting claims against them?
 - Q. Yes.
 - A. No, I didn't.

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12:15:09 **25**

Q. Do you understand that Deckers is also suing
Australian Leather because Mr Oygur and his company are
also infringing design patents, registered designs it's
called here in this letter in the US?

- A. Mmm. I didn't even know there was registered designs. I mean --
- Q. If you look and there's paragraph 1, in 15, that says in Exhibit 15, do you see the fourth line down in paragraph 1?
- A. Paragraph 1? "Contrary to what you might have heard from others", yes, yes, yes.
- Q. The fourth line down says, "The lawsuit is only directed at ensuring that Australian Leather does not use Deckers' U.S. intellectual property, including its registered UGG" the circle R, it's U-G-G all caps "and the common law CARDY" C-A-R-D-Y with a small "TM" "trademarks and registered designs, on or in connection with goods that Australian Leather ships to American consumers." That's what I was talking about registered patents, patented designs.
 - A. Yes.
- Q. That's what I was referring to about registered designs. You heard that he was using registered designs?
 - A. No, I haven't heard that, no.
 - Q. Had you heard that he was using our

Cardy trademark?

- A. Look, I did see that in there, but I've never heard of Cardy.
 - Q. Have you ever seen any of his products?
 - A. No.
 - Q. Have you ever seen any of Deckers' products?
- A. Not really. I haven't been to the States for I'm sure they don't sell them here.
- Q. Have you heard from anyone, Mr Terceiro or anybody else, that Australian Leather and Mr Oygur are actually counterfeiting Deckers' product?
 - A. No, I haven't heard that.
- Q. In your initial contact with Mr Terceiro you mentioned that he had described, in the conversation you said that he described what was going on in the lawsuit?
 - A. Yes.
- Q. Can you tell me, to the best of your recollection, what he told you?
- A. Well, that this case was going on about the -between Deckers and Australian Leather and primarily it was over the use of the word ugg boot and, you know, as I've said all along and said earlier, you know, ugg boot to me has been a generic term, was used to Australia in the '60s, it was certainly used in America in the late '70s to early '80s in our shops, I don't know about

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Page 100 anybody else, and one would just wonder how the hell they ever got the word ugg boot registered. You know, it's like trying to - it's like going out and getting a glass and registering the word "glass", you can't use "glass" any more.

- Q. Did he mention to you anything other you said it was primarily about the use of ugg boots?
- A. Yes, yes, that was primarily what we were talking about and, you know, would I be prepared to be a witness in this thing and I said yes, I would, because --
- Q. Did he mention anything about also it concerned the use of the Cardy trademark?
 - A. No, we never talked about that trademark.
- Q. Did he mention to you that the dispute also involved the infringement of patented designs owned by Deckers in the US?

MR BAGLEY: Objection. Asked and answered. You can answer the question.

THE DEPONENT: Well, I find it very hard. I would think the same thing about designs. I've seen so many different design ugg boots people have made over the years, some are good, some are bad, but I've never been known to copy any of them. To me an ugg boot was an ugg boot. You know, I know the New Zealand people when they took over the - sold out - the Zukers sold to a New

12:18:42 1 12:18:45 12:18:49 4 12:18:52 12:18:57 5 12:19:03 6 12:19:06 7 12:19:12 8 12:19:18 9 12:19:21 10 12:19:26 11 12:19:33 12 12:19:39 13 12:19:47 **14** 12:19:49 15 12:19:52 16 12:19:59 17 12:20:01 18 12:20:04 19 12:20:06 20 12:20:07 **21** 12:20:10 22 12:20:12 23 12:20:17 **24** 12:20:19 **25**

Page 101 Zealand company and they had rung me and asked me to come and run their company for them again and I said I wasn't interested, and they were talking about making ugg boots with whistles and bells on and everything else. I said, "I've got to tell you, the plain old ugg boot, ankle length, if you can make that and sell it in Australia for \$20, you've got 85 per cent of the market." Who needs to do whistles and bells for 15 per cent of the market? Right? So I mean that was just - I know I'm getting off the track a bit, but that's my feeling on designs. If there is any possible way of making an ugg boot different than what was already on the market in the late '70s, I've never heard of it, you know: I mean, design.

- Q. Maybe because you haven't seen the complaint might be a reason for some of the confusion, but in the US a design patent is for ornamental features, not the structure of the boot itself, the way the boot it's not for the design of the boot per se, the functional part of it, it's really about the --
 - A. The visual, is it?
- Q. Yes, the outside trade dress, you might call it, just in this case involving certain buttons and lacing and ornamental designs on the outside. Have you ever been told that that's what the designs that were at issue in this case were?

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12:21:48 **25**

Page 102 A. Not really. You know, I would have honestly
breezed over that because I don't see - you know, as I've
already stated, I don't really believe that design is
important. It never ever crossed my mind to register.
We invented the zip ugg boot, no-one had ever done ugg
boots with zips before. Now, I should have rushed out
and paid an attorney and got that registered, you know,
as the zip ugg boot, or something, but it never ever
crossed my mind, you know. I knew that within a period
of time all the opposition companies were going to go out
and do that.

- Q. Have you ever spoken with Mr Bagley before today's deposition?
- A. No, I think we met for the first time last night, yes.
- Q. And what about did you talk about today's deposition?
- A. Only about how it would go and this sort of thing and who would have what time and mmm.
 - Q. Did he show you any documents?
 - A. No.
- Q. Did you meet him with Mr Bagley and Mr Terceiro at the same time?
 - A. Yes.
 - Q. And last night did Mr Terceiro show you any

documents?

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- A. No, not last night, no.
- Q. You said you saw some of these documents before. When was that? Today?
- A. Well, this one was sent to me by your company. That one was sent to me through the email. I never saw that one, I didn't see that one, and I think I got that one too, didn't I?
- Q. The last one that you're referring to is Exhibit 17?
 - A. 17, I think.
 - Q. You think you got that one. Was it by email?
- A. 17. I've seen 14, 15, so it's really only 16 and 18 that I haven't seen.
- Q. So 14, 15 and 17, did you get those all by email?
 - A. Yes.
 - Q. Have you ever exchanged emails with Mr Bagley?
 - A. No.
- Q. Before this deposition had you ever heard of Deckers before?
 - A. No.
- Q. Have you ever seen their brand, that u-G-g with the big G in the middle?
 - A. No, never seen that, no.

12:23:21 **24** 12:23:23 **25**

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Q.	Have	you	ever	spoken	with	an	Australian	Senat	
called	Xenopho	h, X	- E - N -	0-P-H-0	-N?				

- A. Nick? He resides in I have met Nick but I've never spoken to him about this matter, no.
- Q. Have you ever spoken to him about protections, or lack thereof, for the word "ugg"?
 - A. No.
- Q. Did Mr Terceiro or Mr Bagley ever ask you to gather any documents to give to them or to produce in this case?
- A. I said yes, I've said the only document that I had at home, I did have one of our catalogues that we had at the time and that was all I had. I had nothing no documents at all that I kept.
 - Q. Did you give a copy of that catalogue to them?
 - A. Yes.
 - Q. When did you give that to them?
- A. Only today, this morning. I had it last night but I didn't it was up in my room, but I did bring it today.
- Q. You brought the actual catalogue or a copy of it?
 - A. Yes, yes, the catalogue.
 - Q. Can I see it?
 - A. Yes, I'll have to go in the other room.

	Page 105
12:24:46	1 MR RAYGOR: We can take a break.
12:24:48	MR BAGLEY: We'll go off the record.
12:24:49	VIDEOGRAPHER: Going off the record at 12.23pm.
	(A short break)
12:24:55	[12.23pm]
12:26:16	6 VIDEOGRAPHER: Going back on the record at 12.41pm.
12:42:18	7 Proceed.
12:42:22	8 MR RAYGOR: So the next one - we're up to 19, it
12:42:25	9 looks like, Mark.
12:42:25 1	MR BAGLEY: I believe the next number is, yes, 19.
1	1 MR RAYGOR: Could we have this marked for
1	2 identification as Exhibit number 19, please.
1	(Exhibit 19 marked for identification)
12:42:55 1	4 MR BAGLEY: I believe you should keep that copy,
12:42:56 1	5 the one that was marked with a sticker.
1	6 THE DEPONENT: Oh, right.
12:42:58 1	7 MR BAGLEY: He's going to ask you about it.
12:43:01 1	8 THE DEPONENT: All right.
1	9 BY MR RAYGOR:
2	Q. I am going to ask you a few questions.
2	1 A. Yes.
12:43:02 2	Q. So before we took the break you mentioned that
12:43:04 2	you had, the only document you really had from that time
12:43:08 2	4 when you operated Comfort Plus was a catalogue and you
12:43:11 2	5 happen to have it and now we've made a coloured copy of
	II

it.

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- A. Yes.
- Q. So thank you for that, it really helps put things it's always nice seeing a picture as well as hearing the words.
 - A. Yes.
- Q. Can you tell from this about when, what date this was used or created?
- A. I reckon it was well, it's got to be after 1981.
 - Q. Why is that?
- A. Well, on the back, "Our Story", it says, "The demand increased for our products so much in the next two years that it became necessary in January 1981 to move office and factory to its current position ..." Okay? And that's the photo of the office and factory.
 - Q. That's the new one in Edwardstown?
 - A. Yes, that's the one, yes.
 - Q. Okay.
- A. So it's got to be after we shifted there, so and that was in '81, so, yes.
- Q. And you called this a catalogue. What did you use this for?
- A. The prime use was for because we were dealing with all the Trade Commissioners, it was aimed at the

12:44:34 **25**

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Page 107 export market. The local market didn't matter too much, you could take your product there and everything else, but the export market, they advertised in all their newsletters that went out to various companies in various countries and the first thing they'd ask for is a catalogue: "Can you send us a catalogue?" So we produced this catalogue with the Government's assistance and they paid for 80 per cent of it, so --

- Q. Why would the Government pay for 80 per cent?
- A. Because they were really hitting on the export market. They had a thing here called the Export Grants Scheme and whatever my travel was in connection with our product, once you were an approved product or company with the Australian trade, then you were eligible for their Export Grants Scheme and that involved any movement, plane, train, car, taxi, whatever, any movement at all anywhere in the world and you got 80 per cent of it back straight away. The other 20 per cent was tax deductible, but you got 80 per cent back straight away.
 - Q. Wow.
- A. And we did the we did the good part of the world on that basis and I did work.
- Q. So essentially, it was a way to help incentivize Australian companies to export their product?
 - A. That's right. They could see that Australia

12:46:30 1 12:46:36 12:46:40 3 12:46:43 4 12:46:48 5 12:46:51 6 12:46:55 7 12:46:58 8 12:46:59 9 12:47:02 10 12:47:04 11 12:47:06 12 12:47:08 13 12:47:09 14 12:47:12 15 12:47:15 **16** 12:47:18 17 12:47:19 18 12:47:23 19 12:47:29 20 12:47:33 **21** 12:47:37 **22** 12:47:41 23 12:47:42 **24**

12:47:45 **25**

Page 108 needed to be exporting more than what they were and so - but I mean companies, some companies tried, you know, and they just sort of said, "Well, why would anybody buy that?", you know, in other countries, but with our product they jumped at it and said, "Well, you know, sheepskins, there's more sheep in Australia than anywhere else in the world. You know, why wouldn't we push this product?", you know.

- Q. Do you recall if you sent this particular catalogue to the US?
 - A. Yes. Yes.
- Q. Did you have it available at your stores in the US?
 - A. Yes, it was, yes, mmm.
- Q. I saw that there's a mention on the back cover of it also, which is the last page of this Exhibit 19 --
 - A. Yes.
- Q. -- about in the upper right-hand corner there's a paragraph, "In 1978 Comfort-Plus Pty. Ltd. entered the export market and soon established sales in U.S.A, Japan and various other countries where quality sheepskin products were in demand"?
 - A. Yes.
- Q. Apart from Japan, what other countries were you exporting to? I mean, many or --

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12:48:50	14
12:48:58	15
12:49:04	16
12:49:07	17
12:49:08	18
12:49:08	19
12:49:13	20
12:49:14	21
12:49:16	22
12:49:18	23
12:49:18	24
12:49:21	25

Page 109 A. Germany, a little bit in Germany, a little bit
in England, but primarily it was Japan and USA, they were
our biggest markets. The Japanese loved the car seat
covers. They didn't go for the boots so much, but they
were big on the car seat cover side of things.

- Q. And as far as the boots, was that bigger in the US than anywhere else?
 - A. Yes. Yes.
- Q. Of your sales as a wholesaler, can you estimate for me how much of it was overseas versus domestic, and I'm talking over all your product categories, if you can just answer that, and then I'll try to break it down?
- A. No, no, so all products I would say the last year before I sold there was our sales was \$4.6 million and I would estimate that 1.5 of that would be overseas.
- Q. So the bulk of it, the great bulk was in Australia?
 - A. Yes, yes.
- Q. And you said 4.7 million in sales, Australian dollars?
 - A. 4.6 Australian dollars.
 - Q. 4.6?
 - A. Yes.
- Q. Okay. And then of that can you tell me how it breaks down, like car seat covers versus footwear versus

12:49:25 1 coats and vests?

Α.

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- A. Overseas?
- Q. No, just the entire product first?
- pretty much the same as in the shops over there.

 70 per cent was in footwear and that would be overall,
 that's our local market. I mean Skinny Hideout here in
 Sydney, for instance, they used to spend about 1.5,
 \$1.6 million a year all in footwear.

Oh, the entire product. Well, I think it was

- Q. Did you ever do another version of this catalogue, like an updated one?
 - A. No, no, no.
 - Q. Just the one?
 - A. Yes, just the one, mmm.
- Q. Did you ever advertise elsewhere other than with this catalogue? Did you advertise television?
 - A. No.
 - Q. Radio?
 - A. No, never did.
 - Q. Newspaper?
- A. No. We were in the Yellow Pages, but that was primarily for our four retail shops in Adelaide.
- Q. I don't know if they have them here, but swap meets, things like that?
 - A. Swap meet?

12:50:34 **23**12:50:37 **24**12:50:39 **25**

DTI Global Level 2, Suite 204, 105 Pitt Street Sydney NSW 2000 Phone: Int + 61-2-9225-3500

12:51:41 22

12:51:42 **23**

12:51:44 **24**

12:51:52 **25**

Α.

No.

		Page 111
2:50:41	1	Q. A flea market?
2:50:44	2	A. Oh, flea markets?
2:50:46	3	Q. Yes.
2:50:46	4	A. No, never got involved in that.
2:50:48	5	Q. A swap meet might be an American version of a
2:50:51	6	flea market.
2:50:52	7	A. Yes, I think I know the one in America, yes.
2:50:55	8	Q. Okay.
2:50:55	9	A. That's where a lot of our product was sold.
2:51:06	10	Q. Moving on, have you ever done any consumer
2:51:15	11	surveys to find out - like, taking a group of consumers
2:51:22	12	and finding out what they're interested in buying from
2:51:25	13	you, did you ever do that in connection with
2:51:28	14	Comfort Plus?
2:51:28	15	A. No, never did, no.
2:51:30	16	Q. Did you ever have any questionnaires that you
2:51:32	17	asked customers of yours to fill out about "What do you
2:51:36	18	like about my product and my company? What don't you
2:51:39	19	like"?
2:51:39	20	A. No, never did.
.2:51:41	21	Q. Nothing like that?

Have you ever done any sort of study to

determine what people, what consumers in the US thought

as far as the term "ugg", what it meant when you were

selling product there?

- A. No, we didn't now, whether the managers of these shops did, they certainly didn't report anything to me. As I say, it was just I never thought too much about it.
- Q. Do you have any basis, as you sit here today, for knowing what consumer perceptions were in, say, 1978 in the US of what the word "ugg" meant in the US?
 - A. No.
 - Q. How about 1979?
 - A. Not really, no.
 - Q. How about let me just say --
- A. Other than other than the fact that they liked the ugg boots that we sold, because they sold very well, you know.
- Q. But as far as do you have any idea of, like, what consumers in general in Southern California thought about the term "ugg" in 1979?
- A. Not really. I recall talking to somebody about it, whether it was someone from our shops or whether it was a client in the shops, and they said, "Where does the term come from?", and I told them the same story as I told you today where I heard it. It obtained its name from a woman's perception that it was an ugly boot, you know.

12:51:56 **1** 12:52:02 12:52:08 12:52:12 4 12:52:20 5 12:52:21 6 12:52:24 7 12:52:29 8 12:52:33 9 12:52:33 10 12:52:36 11 12:52:38 12 12:52:40 13 12:52:42 **14** 12:52:46 **15** 12:52:48 **16** 12:52:52 17 12:52:56 18 12:53:04 19 12:53:09 20 12:53:12 **21** 12:53:20 **22** 12:53:24 **23** 12:53:31 24 12:53:35 **25**

And this was some discussion you had with a 12:53:36 1 Q. customer of yours in the US? 12:53:39 3 Α. In the US, in the shops, yes, but no, not a -12:53:40 4 that was the prime thing. They - they - you know, it had 12:53:47 12:53:52 5 a big sign in each of the shops that they were ugg boots and, you know, they were made in Australia by 12:53:56 6 Comfort Plus. 12:53:59 7 Q. What did the sign look like? 12:54:01 8 Oh, just a cardboard sign that you would have 12:54:03 9 12:54:07 10 in your products, like, you know, coats here, ugg boots 12:54:12 11 there, slippers here, that sort of thing, you know. Q. Did you ever see the sign? 12:54:16 **12** Oh, yes, yes. 12:54:17 13 Α. 12:54:19 **14** Q. Do you have photographs of it? 12:54:20 15 Α. No. What did it say exactly on the sign, as best Q. 12:54:23 **16** that you can remember? 12:54:27 **17** Just like I said, "ugg boots". 12:54:28 18 Α. And all in caps? 12:54:30 19 Q. "Slippers", "Coats". Α. 12:54:33 **20** All in - and were the two words "ugg boots" all 12:54:37 21 Q. 12:54:39 **22** in capitals? 12:54:40 23 Α. Yes, they were, yes, mmm.

12:54:43 24

12:54:45 **25**

Q.

And then you would have a sign like in the

slipper section of the shelves that would say "Slippers";

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12:55:52 **20**

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12:56:13 **25**

is that right?

- A. Yes.
- Q. And "Coats"?
- A. "Coats", "Seat Covers", this sort of thing, just normal advertising in a shop.
- Q. And then people, if they saw this when people saw the sign "UGG BOOTS", all in capitals, would people ask, "What is that? What does it mean?"
 - A. Not really.
- Q. Who created the signs, did you or somebody, your managers at the shops?
- A. No, this Garren McPhee, that I had running the show over there, he did all that sort of thing.
- Q. Apart from these four stores in the Los Angeles area, do you have any knowledge of what consumers elsewhere in the country thought or might have thought about the term "ugg", what it meant, or where it came from?
 - A. Not really, no.
 - Q. Did you ever attend any trade shows in the US?
- A. I went to one in about '75, I think, in Chicago, the Aftermarket, Automotive Aftermarket Show.
 - Q. Automotive Aftermarket?
 - A. Yes.
 - Q. All because of the seat covers?

	Page 115
12:56:15 1	A. Yes. We didn't have a stand there, I just went
12:56:20 2	over to have a look, see it, you know.
12:56:26 3	Q. Was that in connection with B&H Manufacturing
12:56:31 4	or Comfort Plus?
12:56:32 5	A. No, that was Comfort Plus by then, yes.
12:56:35 6	Q. And as far as what you showed at that
12:56:37 7	trade show, was it just seat covers?
12:56:39 8	A. No, we didn't show anything. I only went to
12:56:42 9	have a look to see what it was all about.
12:56:44 10	Q. Oh, okay, you didn't exhibit. Did you ever
12:56:46 11	attend a trade show in the US as an exhibiter?
12:56:50 12	A. No.
12:56:51 13	Q. Have you ever attended a trade show in the US
12:56:53 14	involving footwear?
12:56:55 15	A. No.
12:56:57 16	Q. Have you ever heard of the Western Shoe
12:56:59 17	Association?
12:57:02 18	A. No.
12:57:03 19	Q. Now known as the World Shoe Association?
12:57:06 20	A. No. No.
12:57:10 21	Q. Did you ever attend anything of the Action
12:57:12 22	Sport Retailers Show or ever hear of it?
12:57:15 23	A. No.
12:57:15 24	Q. Have you ever heard of FFANY, which is an
12:57:19 25	acronym for Fashion Footwear Association of New York?

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- 12**:**58**:**35 **21**
- 12:58:40 **22**
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- 12:59:00 **25**

- A. No.
- Q. Were you, on these five or six, maybe seven trips that you took to the US, from that first trip, trying to line up an importer --
 - A. Yes.
- Q. -- in connection with your stores? Did you ever visit other places selling footwear?
- A. No, I didn't, because my first trip was primarily on car seat covers, so that the only places that I went to were people that sold car seat covers.
- Q. You mentioned JC you didn't say JCs, you mentioned Penneys?
 - A. Penneys, yes.
- Q. Was Penneys somebody you were talking to or visited?
 - A. Yes, yes, I went to see them.
 - Q. Was that about seat covers?
 - A. Yes, seat covers, yes.
- Q. Okay. When you had these four shops in the Los Angeles area, did you ever visit any action sports shops, like ski shops or surf shops or shoe shops or anything like that?
 - A. No, no, no, I had no call to, mmm.
- Q. Bear with me a moment, I might be just about done, I'm just looking at my notes.

Page 117 No, no, that's fine. 12:59:03 1 Α. Five minutes. 2 VIDEOGRAPHER: 12:59:06 3 THE DEPONENT: Was this mine, was it? 4 MR BAGLEY: That copy was not mine, so I --5 MR RAYGOR: If it's black, I think it's mine. Oh, right, yes, you might have left 6 THE DEPONENT: 7 it there when you picked the catalogue up, fine. BY MR RAYGOR: 8 12:59:26 9 Q. Have you ever seen any documents concerning the 12:59:29 10 registrations that Deckers has in the US that include the 12:59:33 11 word "ugg", the trademark registrations? Α. No, no, I haven't, no. 12:59:36 12 12:59:39 13 Has anybody ever told you anything about them? Q. 12:59:42 14 Α. Not really. Their legal status or anything like that? 12:59:42 15 Q. 12:59:45 16 Α. No. Have you ever heard of Journal of Commerce? 13:00:27 17 Q. 13:00:37 18 Journal of Commerce? Α. No. 13:00:40 19 I ask the court reporter to mark for 13:00:41 20 Q. identification as Exhibit 20 a document that we just 13:00:43 21 printed out only a few days ago from the internet. 13:00:51 22 13:01:15 23 (Shown to deponent) Α. 13:01:21 24 (Exhibit 20 marked for identification). 25

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BY MR RAYGOR:

Page 118

- Q. It will help to focus because there's a lot of small print on here.
 - A. Yes. No, that's all right.
- Q. So you see under "JOC.COM" and then the next thing says "Import Leads", at the very top of the page?
 - A. On the front page of --
 - Q. Yes, in big letters, JOC.COM?
 - A. Oh, yes, yes, yes, here we go, yes.
- Q. And in the first paragraph it says, "Suppliers of the following items seek U.S. importers/distributors. Interested parties are asked to contact these suppliers directly. The Journal of Commerce assumes no responsibility...", et cetera. Do you see that?
 - A. Yes.
- Q. Down below, the third paragraph, it says, "Skins, Sheepskin and sheepskin products"?
 - A. 0h.
 - Q. "Contact Comfort Plus Pty Ltd"?
 - A. Oh, this is a very old catalogue then.
- Q. How long did you have that address in Edwardstown?
- A. Up until it closed down. I had it in what did I say? It says on the back here. Yes, January '81 we shifted into the Edwardstown factory, a bigger

13:02:23 **23**13:02:28 **24**13:02:37 **25**

13:02:42 1 13:02:53 13:03:02 3 13:03:06 4 13:03:07 5 13:03:12 6 13:03:15 7 13:03:17 8 13:03:20 9 13:03:24 10 13:03:27 11 13:03:30 12 13:03:30 13 13:03:32 14 13:03:35 15 13:03:40 16 13:03:42 17 13:03:46 18 13:03:46 19 13:03:50 20 13:03:56 21 13:03:58 22 13:04:03 23 13:04:04 **24** 13:04:05 **25**

Page 119 factory, and it was there I retired in '82 - '85, yes, so in '86 and it only lasted about another 18 months after that and it would have been closed down.

- Q. So the --
- A. So when's this? This says 2017.
- Q. This is something that is printed out now. I have no idea, I can't tell you --
- A. Well, it's got there's a date up the top: it says it's Friday, March the 31st, 2017.
- Q. And if you look at the very bottom, you see where it's an http?
 - A. Yes.
- Q. An indication at the very end of it, it has a date of June 13, 1988?
 - A. 0h, 1988.
- Q. I don't know I mean, I didn't create this document, I have no idea who is republishing this.
 - A. Yes.
- Q. But do you know if the Comfort Plus business stayed at that address on Conmurra Avenue in Edwardstown, South Australia, until 1988?
- A. Not in 1988 they didn't, no, they would have been closed.
- Q. So whatever this document is, it's talking about it's soliciting US distributors?

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13:07:56 23

13:07:58 24

13:08:01 **25**

	Page 120
13:04:09 1	A. Yes. Well, we would have
13:04:10 2	Q. Did you ever have
13:04:11 3	A. We would have
13:04:13 4	Q. Did you ever have a US distributor?
13:04:15 5	A. No, we didn't, no. We dealt through the
13:04:18 6	Trade Commissioners only in each country and they were
13:04:24 7	supposed to come up with people that would be interested
13:04:28 8	in our products. JOC. that's amazing.
13:04:36 9	MR RAYGOR: Do you want to make a change now of the
13:04:39 10	tape?
13:04:39 11	VIDEOGRAPHER: Yes, I think that would be a good
13:04:42 12	idea.
13:04:43 13	MR RAYGOR: I could hear you breathe.
13:04:46 14	VIDEOGRAPHER: Okay. Going off the record at
13:04:48 15	1.03pm. End of tape 2.
16	(A short break)
13:04:54 17	[1.03pm]
13:07:42 18	VIDEOGRAPHER: Going back on the record at 1.06pm.
13:07:45 19	Commencement of tape 3. Proceed.
20	BY MR RAYGOR:

- Q. We looked at that Exhibit 20 and I asked some questions. Does it ring any bells as to you ever having heard of that kind of organisation, the Journal of Commerce, or what this might have come from?
 - A. No, unless it's something that they work in

13:08:04 1 13:08:10 13:08:12 3 13:08:12 4 13:08:17 5 13:08:23 6 13:08:31 7 13:08:36 8 13:08:43 9 13:08:45 10 13:08:50 11 13:09:19 12 13:09:24 13 13:09:26 14 13:09:28 15 13:09:32 16 13:09:37 17 13:09:54 18 13:09:59 19 20 13:10:18 21 13:10:25 22 13:10:28 23 13:10:33 **24** 13:10:38 **25**

Page 121 conjunction with the Australian Trade Commissioner in Los Angeles, or something like that.

- Q. Okay.
- A. That's the only thing I can assume. That's everything we did, any promotion or seeking assistance was always done through the Trade Commissioner, but this doesn't seem right. Even the date "www" wasn't invented in '88, was it. It was a bit later than that.
- Q. Next, I'll ask the court reporter to mark for identification as Exhibit 21 a single page really poorly photocopied version of I'll let you tell me what it is and it has a production number on the bottom of DEK023113?
 - A. Thank you. (Shown to deponent)(Exhibit 21 marked for identification)
 - Q. Can you tell me what this looks like to you?
- A. It looks like a photocopy of the front part well, I'd say different parts have been taken out of the catalogue. I'm just reading what it says here: "...have been manufacturing sheepskin products for nearly a decade and has the staff, equipment ..." Yes, "33", yes.
 - Q. Does it look like it let me just --
- A. It looks to me like the Australian

 Trade Commissioner has done a bit of a flyer, myself.

 I don't recall that. As I said, all we did was put it in

13:10:45 1 13:10:48 13:10:53 3 4 13:10:57 13:11:00 5 13:11:04 6 13:11:07 **7** 13:11:09 8 13:11:10 9 13:11:11 10 13:11:13 11 13:11:15 12 13:11:15 13 13:11:20 14 13:11:24 15 13:11:28 16 13:11:31 17 13:11:38 18 13:11:39 19 13:11:41 20 13:11:42 **21** 13:11:47 22 13:11:52 23 13:11:56 24 13:12:07 **25**

Page 122 the hands of the Trade Commissioner and they were to send us back, from various countries they were to send us back people that were inquiring about a catalogue, so whether they put out a flyer like that I don't know. It certainly wasn't one of ours, one - something that I put together, no.

- Q. So this doesn't look familiar to something that you did?
 - A. No. No.
- Q. If you look under the top where it says "Comfort Plus Pty Ltd"?
 - A. Yes.
- Q. Underneath it, it says, "Comfort-Plus have been manufacturing sheepskin products for nearly a decade and has the staff, equipment and expertise to produce volume orders of high quality products demanded by Australian and overseas markets. Write for a full colour brochure and price list"?
 - A. Yes, which would be that.
- Q. And that would be the exhibit, 19, that you just held up, the full-colour brochure and price list?
- A. Yes, that was the only full colour one we did. We did produce, prior to that, one, a black and white catalogue, but this obviously is the full colour one. They've got the address right and the telephone and the

13:12:13 1 13:12:19 3 13:12:22 13:12:24 4 13:12:38 5 13:12:40 6 13:12:44 7 13:12:48 8 13:12:55 9 13:12:56 10 13:12:59 11 13:13:05 12 13:13:07 13 13:13:09 14 13:13:10 15 13:13:13 16 13:13:16 17 13:13:20 18 13:13:26 19 13:13:33 20 13:13:37 **21** 13:13:39 22 13:13:44 **23** 13:13:45 24 13:13:50 **25**

Page 123 telex. This is pre-faxes days and computer, you know.

- Q. Did you ever do anything it's like a one-page flyer along these lines?
 - A. No.
- Q. And also, it's interesting, it's really hard to see in Exhibit 21, but the photograph under "Luxury Sheepskin Products" is a woman in the same position, it looks like, on maybe even the same seat, but different boots, different hair?
- A. Yes, it's the same it's got the same suit the same seat, car seat, it's a tailor-made car seat cover that she's on there and --
- Q. But the boots are displayed differently, it looks like, and the hair?
- A. Yes, the boots are different, yes, they've taken some of the bigger ones out and somebody has played around with the catalogue and put this flyer out and I would think that it would be the Trade Commissioner, I would think, has done this and whizzed this off to markets or people that they consider might be interested.
- Q. Is there anything in this that you consider inaccurate? You said you'd talked about the telex number and the phone, that's all.
 - A. No, no, it's all, it's all accurate.
 - Q. Okay. I next ask the court reporter to mark as

13:13:52 1 13:13:59 13:14:22 3 13:14:28 4 13:14:38 5 13:14:41 6 13:14:46 7 13:14:52 8 13:14:53 9 13:14:55 10 13:14:58 11 13:14:59 12 13:14:59 13 13:15:02 14 13:15:05 15 13:15:11 16 13:15:14 17 13:15:18 18 13:15:20 19 13:15:22 **20** 13:15:24 **21** 13:15:29 22 13:15:31 23 13:15:33 24 13:15:35 **25**

Page 124 Exhibit 22 a document that was filed in the court in Chicago in this lawsuit.

- A. (Shown to deponent)(Exhibit 22 marked for identification)
- Q. Just to put it a bit in context, you see that at the very top there's a header that says, "Case: 1:16", do you see that, at the very top of the page?
 - A. Oh, yes, yes.
- Q. I'll just reference to you that this is something that I printed from the court's electronic website.
 - A. Yes.
- Q. And it shows that this was a document filed probably by your attorney, well, not your attorney, by Mr Bagley, with the court, and the second page has a court caption on it and underneath the title of this document is "Declaration of Roger Bosley", and then there's a signature on the last page?
 - A. Yes.
- Q. Could you just look at the last page is that your signature?
- A. Oh, sorry, that's not the last page. Yes, that's my signature, yes.
- Q. Do you recall seeing this document before you signed it?

- Yes, certainly, mmm. Α.
- Did you write it? Q.
- No, I didn't write it. It was from information Α. given over the phone. No, I think I read through it and signed it and emailed it back, from memory, yes, to my knowledge.
- Emailed it back to whom, to Mr Bagley or Q. Mr Terceiro?
- No, no, it was done locally. You've sent it on to America, mmm.
 - Q. I'm sorry, to Mr Terceiro?
 - Α. Yes.
- Were there any changes that you made to it Q. after the first version - let me start over. Did you see more than one version of this, for example, an initial draft and then some changes and a subsequent draft?
 - I only saw one. Α.
 - Q. And it is the one you signed here?
 - Α. Yes.
- Q. And the information that's contained in it, where did that information come from?
- Oh, from information I'd given on the phone, Α. I guess, yes, yes.
 - Information to Mr Terceiro? Q.
 - Α. Yes.

13:16:54 **25**

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	Q.	Do you	see in	paragraph 3	it says,	"In	Page 1975	126
Ι	started	a busi	ness ca	lled Comfort	t Plus, wh	nich		
ma	anufactu	red and	sold a	wide range	of sheeps	kin	produc	cts,
iı	ncluding	ugg bo	ots."	Do you see 1	that?			

- A. Yes.
- Q. Earlier you testified that that was 1973.
 Which one is it? When did the business start, in '75?
- A. '73 and in '75 was changed from B&H Manufacturing to Comfort Plus.
- Q. Earlier today you said that it started out as B&H --
 - A. Yes, that's right.
- Q. -- in 1973 and six months later it was changed to Comfort Plus?
- A. Could be. You know, you've got to remember I've got no documents and it's 30-odd years ago, so you're bound to get your dates mixed up.
 - Q. Okay. No, I appreciate that.
- A. I mean, it could have been six months, it could have been two years. It's not something you file away in your memory bank, you know.
 - Q. On number 4 --
- A. And it really doesn't have any bearing on it, does it, really, if it's no.
 - Q. Okay. Number 4 says, "Comfort Plus" -

13:18:53 1 13:18:54 3 13:18:59 13:18:59 4 13:18:59 5 13:19:03 6 13:19:08 7 13:19:15 8 13:19:18 9 13:19:20 10 13:19:21 11 13:19:27 12 13:19:27 13 13:19:30 14 13:19:40 15 13:19:45 16 13:19:51 17 13:20:00 18 13:20:08 19 13:20:15 20 13:20:19 **21** 13:20:25 22 13:20:27 23 13:20:29 **24** 13:20:33 **25**

Page 127 number 4, I mean paragraph 4: "Comfort Plus began exporting ugg boots to the United States and Japan in 1978"?

- A. Yes.
- Q. Did that first export happen in both places at the same time, in the same year?
 - A. Pretty much, yes.
- Q. When you first do you recall the first export to the US?
 - A. Do I recall it?
 - Q. Yes. To whom it was or where?
 - A. Oh, no.
 - Q. Was it an individual or a store, do you recall?
- A. No, it was a store. There was a group there was a group of Australians or an Australian solicitor, no, it wasn't a solicitor, he was an accountant, that was establishing or went over there to establish a shop and all of his clients or quite a number of his clients were using this as a tax dodge for export and I think I dealt with him on a number of occasions. That's a fellow called Simmons, Robert Simmons.
 - Q. And do you think that was 1978?
- A. I think it was, yes; it was before we started our shops anyway.
 - Q. Could you like, we talked about the six

months versus two years. Could it be two years, one way 13:20:35 1 or the other, from '78? It could be '76, it could be 13:20:39 13:20:43 3 '80? Α. I think it's more likely to be '78, I think, 13:20:44 4 than '80. 13:20:51 5 By you don't have any way of knowing exactly? 13:20:52 6 Q. No, no, I - you know, it's only what I can 13:20:55 7 Α. remember, you know. 13:20:59 8 Q. Somewhere in that time frame in the late 13:21:00 9 '70s --13:21:03 10 11 Α. Yes. Q. -- early '80s? 13:21:04 12 13:21:07 13 That's right. Α. 13:21:15 14 Q. Could you read paragraph number 5 to yourself? Yes. 13:21:20 15 Α. 13:21:28 16 Is there anything in there that you think, as Q. 13:21:30 17 you sit here now, is inaccurate? Once again, probably the - yes, I think - I'm 13:21:33 18 Α. pretty sure it would be around '82, yes. No, no, no, 13:21:40 19 it's probably a little earlier than '82, yes. 13:21:47 20 Q. Is that the four retail stores in --13:21:51 21 Yes, the - yes, because, you know, bear in mind 13:21:53 22 Α. 13:21:56 23 I sold the business in '82 or '83. 13:22:00 24 Q. And you said the stores had been opened for 13:22:03 **25** about 18 months --

Page 129 Α. Yes. 1 2 Q. -- maybe two years? 13:22:04 3 Α. Yes. 13:22:05 Q. So it could have been in 1980 or thereabouts? 13:22:06 4 Yes, it could have - yes, it could have been, 13:22:09 5 Α. 13:22:12 6 mmm. And then in the next paragraph, number 6, you 13:22:15 7 Q. say, "In 1984 I sold Comfort Plus to Charlie Zuker." 13:22:17 8 Does that sound accurate? 13:22:32 9 13:22:38 10 Α. The year, the length of years is right because 13:22:42 11 I worked on for three years, so '84 to '87. Q. But it could be '83, '86, something like that? 13:22:53 12 13:22:56 13 It could be '83, mmm. Α. 13:23:23 14 Q. Let me just talk with my colleague for a minute or two off the record and then I'm going to - I think I'm 13:23:25 15 done, but I just want to make sure. 13:23:29 **16** Yes. 13:23:31 17 Α. 13:23:33 18 VIDEOGRAPHER: Going off the record at 1.22pm. 19 (A short break) 13:23:38 20 [1.22pm] **VIDEOGRAPHER:** 13:26:49 21 Going back on the record at 1.25pm. 13:26:52 **22** Proceed. What did I say this last one was? 13:26:56 **23** MR RAYGOR: Was 13:26:58 **24** that exhibit - the Declaration was Exhibit 21? VIDEOGRAPHER: 13:27:01 **25** 22.

MR RAYGOR: 22.

BY MR RAYGOR:

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13:28:15 **24**

13:28:19 **25**

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Q. Going back to exhibit 22 there, the Declaration --

Yes.

A. Yes.

THE DEPONENT:

- Q. -- look at the first I guess the second page of it and down in paragraph 6, about the sale to Charlie Zuker?
 - A. Yes.
 - Q. Is that the correct spelling of his name?
 - A. The correct spelling of his name? Yes.
- Q. Is it I thought you earlier said it was Z-U-K-E-R?
- A. Oh, you're right, no, it is Z-U-K-E-R, yes, there's no "C" in there.
- Q. Okay. Look over the next page. Do you see paragraph 10?
 - A. 10, yes.
- Q. It says, "The Deckers lawyer called me on a second occasion last week and said largely the same things as he did no [sic] the first occasion." Did you notice that there was a typo there? What do you think that is, "did know the first occasion"?
 - A. "Did" no. Oh, I think that's supposed to be

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13:28:22 1 13:28:24 3 13:28:26 13:28:27 4 13:28:30 5 13:28:34 6 13:28:34 7 13:28:34 8 13:28:35 9 13:28:39 10 13:28:43 11 13:28:47 12 13:28:49 13 13:28:51 14 13:28:59 15 13:29:03 16 13:29:13 17 13:29:14 18 13:29:16 19 13:29:18 20 13:29:21 21 13:29:24 22 13:29:28 23 13:29:33 24

13:29:35 **25**

Page 131

just "on". "On".

- Q. You didn't notice that when you signed this page?
 - A. I didn't notice it when I signed it, no.
- Q. Did you sign this page, then, with that typo in it?
 - A. Yes.
- Q. Would you turn to the next page? Do you see the one you signed actually corrected that typo? Look at paragraph 10. Now it says "as he did on the first occasion".
 - A. Yes.
- Q. So you did get at least one draft with corrections on it?
- A. I got all of these, yes. Oh, yes, I think there was from memory, there was a hiccup with the and another page came through, yes.
 - Q. From Mr Terceiro?
 - A. Yes.
 - Q. And when you signed this were you in Adelaide?
 - A. Yes.
 - Q. Adelaide how far is Adelaide from Melbourne?
 - A. Oh, 700ks, yes.
- Q. It says on the page, the last page where your signature is, you signed it at Melbourne, Victoria.

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13:30:57 **21**

13:30:59 22

13:31:02 **23**

13:31:07 24

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Page 132

13:29:41 1 Which was it, Melbourne or Adelaide?

- A. It was Adelaide.
- Q. You didn't travel to Melbourne to sign this?
- A. No, no, no, no. There's probably a number of things that need to be altered there, on there.
- Q. I don't want to dwell on this too much, but on the last page --
 - A. Yes.
- Q. -- do you see above the place where it says
 "Melbourne", it says, "I declare under penalty of perjury
 that the above statements are, to the best of my
 knowledge, true and accurate"?
 - A. Yes.
- Q. Has anybody explained to you what that means to sign under penalty of perjury in a US court?
 - A. Yes. Yes. Yes.
 - Q. What was the explanation?
- A. Oh, well, I know what the explanation is of perjury under law, but there's such a thing as an honest mistake too.
 - Q. And so there are some honest mistakes in here?
- A. Well, yes, and at the end of the day, does it really affect anything?
 - Q. We will find out, I guess.
 - A. I mean, I looked for where I had to sign.

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I browsed

Page 133

I can't say that I read every single thing. 13:31:15 1 through it and --13:31:19 But you didn't type it up yourself; correct? 3 Q. 13:31:21 Α. No. No. No. 13:31:24 4 Going back to Exhibit 19, this is the colour 13:31:26 5 Q. brochure? 13:31:31 6 13:31:32 7 Α. Oh, yes, yes, yes. I think you said - forgive me if I ask it again 13:31:35 8 Q. and you've already answered - this was for export 13:31:38 9 13:31:40 10 purposes? 13:31:41 11 Α. Yes, it was. Q. And it was some sort of - what was the 13:31:42 12 government agency that paid the 80 per cent? 13:31:44 13 13:31:49 **14** Α. The Department of Overseas Trade it was at that 13:31:51 15 stage, yes. Q. So this was directed to overseas customers? 13:31:52 **16** 13:31:55 17 Α. Yes. Not to domestic Australian? 13:31:55 18 Q. Well, if we wanted to we could, mmm. 13:31:58 19 Α. But its primary --13:32:01 20 Q. Primarily, it was developed for overseas, yes. 13:32:03 21 Α. And outside of Australia at this time period 13:32:06 22 Q. 13:32:11 23 that this thing was distributed, "this thing" being 13:32:14 **24** Exhibit 19, did people outside Australia know what 13:32:17 **25** ugg boots were generally?

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13:34:14 **25**

Α.	It de	pends	on	n the country. In Britai			Britain	they
certainly	did,	Japan,	, V	es,	Germany,	yes,	certain	lγ.

- Q. How about in the US?
- A. In the US? Well, nobody seemed at the least concerned at what the name ugg boot was or anything else. I think they were well aware of what they were, yes.
- Q. How do you what do you base that on, that people were aware of what they were, ugg boots?
- A. Nobody wrote to me and said, "What is an ugg boot?", you know.
- Q. And do you did you note that nowhere in this document does the term "ugg" appear?
- A. Yes, I thought you would ask me that, and it was done for a very good reason. At the time of print of this catalogue we had that guy roaming around Australia trying to register the word "ugg" and it was up for it looked as though at one stage he was going to get it and I wasn't about to reprint my 30,000 copies of catalogue, so I didn't see the point and I just called them sheepskin boots. That was the reason that it doesn't mention in there "ugg boots" because of this guy in Australia that was running around saying that he had the name ugg boot and don't use it any more, and, et cetera, et cetera.
 - Q. And that was the guy who was claiming that,

13:34:16 1 was that ugh-boots?

- A. Either. He had, he had registered for either.
- Q. He had registered both for ugg, U-G-G, and for U-G-H?
 - A. That's correct, yes.
- Q. And the same guy can you think of who that was?
- A. I think and I wouldn't be too sure and I'm only guessing here I think it was that Brian Smith.
- Q. And you think that was in the 1981 time frame, he had those registrations?
 - A. Yes.
 - Q. For both ugg, U-G-G, and ugh, U-G-H?
- A. Yes, and that's why we didn't put it in the catalogue.

MR RAYGOR: I have no further questions of you, with this one caveat, and this is directed to Mr Bagley, we had served a subpoena for these documents.

I understand, from the letter that you just served of objections, the objections were served late, therefore, they're waived. Second, they also - the same documents were requested in our document request for production numbers 15 to 23. They should have been produced then. We will be moving to the court for an order to compel the production of those documents, so therefore, I have to

13:35:57 1 13:35:59 3 13:36:02 4 13:36:06 13:36:11 5 13:36:14 6 13:36:17 **7** 13:36:20 8 13:36:24 9 13:36:28 10 13:36:32 11 13:36:36 12 13 13:36:39 14 13:36:41 15 16 13:36:44 **17** 13:36:46 18 13:36:49 19 13:36:50 **20** 13:36:52 **21** 13:36:53 22 13:36:54 23 13:36:56 24 13:36:59 **25**

Page 136 adjourn this deposition at this time because the documents I've requested that be produced before we start these depositions in Australia, be produced. Since I'm here without the documents that I had asked and a court had ordered be produced, and a court order is a subpoena, I'm going to have to adjourn for the present time and move for the court for an order to come back and complete this deposition once I get those documents, and in the course of doing that I will ask that the court pay all of our costs in coming back here to finish this off. With that, I have nothing further, other than if Mr Bagley has a few questions and I may have a few more to follow up.

- Q. I have just a few follow-up questions on a number of the things that Mr Raygor asked you about.
 - A. Yes, yes, yes, sure. Yes.
- Q. And hopefully this really will not take too long. He had asked you about your United States stores?
 - A. Yes.
- Q. And about how the boots were displayed within the stores?
 - A. Yes.
- Q. And am I remembering correctly that you said that when a boot was displayed on a shelf in your United States stores, it was not in any kind of plastic

bag?

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- A. No, it wasn't.
- Q. Did were when a US customer, when a customer left one of your US stores with a pair of ugg boots, would those in general, would that pair of ugg boots have been in a plastic bag?
 - A. Yes.

MR RAYGOR: Calls for speculation.

THE DEPONENT: No, not speculation, it's correct. BY MR BAGLEY:

- Q. He has made an objection for the record.
- A. Yes. Yes.
- Q. How would you know or why do you believe that when a customer left with a pair of boots it would have been in a plastic bag?
- A. Well, because they were kept in the back in size order and style order in the plastic bag, so, you know, what they had on display was a size range and someone could try them on. Once they established their size then it's only a matter of going out the back, like any other shoe store.
- Q. And were you ever in your United States shoe stores when sales excuse me, your United States stores when sales of ugg boots were made?
 - A. Oh, yes, yes.

13:38:15 **23**13:38:19 **24**13:38:21 **25**

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	i ago	
Q.	And did you personally see this happening?	Did
you see	the process of, say, an ugg boot sale happeni	ng
in your	United States stores?	

- A. Yes, well, that's the way it would happen, people would try it on and they're all sizes there, from 3 to 11 or 12, and people would try them on. Once they established the right the size that they wanted and the style that they wanted then they would go out to the back and get them in the plastic bag and say, "There they are."
- Q. Okay. Thank you. I have a couple of questions on some timing. Actually, maybe let me just ask this first. When Mr Raygor was asking you some questions about staying on as the manager of Comfort Plus after the US stores were closed let me think of a good way to ask a good question here. Can we I'd just like to it seemed to me in the questioning that the time frame got a little confused there.
 - A. Mmm.
 - Q. So let me re-ask this.

VIDEOGRAPHER: 16 minutes of tape.

BY MR BAGLEY:

Q. Let me ask this. Were you still the owner of Comfort Plus, or at least a partial owner of Comfort Plus, when the US stores were closed?

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- A. Yes.
- Q. About how long after the last US store was closed did you sell the remainder, let's say, of interest in Comfort Plus?
- A. Comfort Plus. Well, it would have been within 12 months.
 - Q. Okay.
 - A. Mmm.
- Q. And just keeping and I know you've been asked this before but I just want to make sure it's clear.
 - A. Yes.
- Q. After you sold your interest in Comfort Plus, how long did you stay on as some sort of manager for Comfort Plus?
 - A. Three years.
- Q. Okay. Thank you. I have some questions about what let's see if my notes are correct. You described it as a large contraction in the sheepskin footwear industry in Australia. Would I be correct and I'm going to go back to what I thought you said that there was a three-year period when sales of footwear went from about 15 million and I didn't write it down, but would that be pairs?
 - A. Yes, 15 million pairs.
 - Q. It went down to about 1 million pairs?

13:42:01 21

13:42:02 22

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13:42:06 **24**

13:42:09 **25**

Q.

Α.

time.

Page 140 Yes. 13:41:15 1 Α. Q. Within a three-year period? 13:41:16 3 Α. Within three years. 13:41:17 Q. Is that correct? 13:41:19 4 That's correct. 13:41:20 5 Α. What years were those, to the best of your 13:41:21 6 Q. 13:41:24 7 memory? Α. Well, it was the year that - when I actually 13:41:25 8 finished, when I had served the three years --13:41:28 9 13:41:35 10 Q. When you say that, you mean as in manager of Comfort Plus? 13:41:37 11 Α. Yes. 13:41:38 12 13:41:39 13 Q. Okay. 13:41:39 14 Α. Yes, when I finished those three years I worked there, so it was between that time. It was while I was 13:41:44 15 still there anyway that I got those figures from the 13:41:50 16 13:41:54 17 Bureau of Statistics. 13:41:56 18 Q. You got those figures while you were still a manager for Comfort Plus? 13:41:59 19 Α. Yes. 13:42:00 20

Q. Okay, that helps out, because I just wasn't sure what time frame we were talking about there.

Okay. Okay, that helps out a little.

Yes. That's how much it had dropped in that

Page 141 Α. Yes. Yes. 1 You talked a little bit about a transaction 2 Q. 13:42:13 3 that almost happened with John Arnold? 13:42:19 13:42:22 4 Α. Oh, yes, yes. Remind me, what time frame was that again? 13:42:24 5 Q. It was when --13:42:31 6 Α. Was it in the 1970s? 13:42:33 7 Q. Α. Well, late '70s --13:42:35 8 Q. It was in the late '70s. 13:42:36 9 13:42:41 10 Α. -- early '80s. Okay. You had said something about John Arnold 13:42:43 11 Q. telling you that he had a registration for ugg in a 13:42:45 12 13:42:48 13 drawer? 13:42:49 14 Α. Yes. Yes. Yes. What kind of registration did you understand 13:42:49 15 Q. 13:42:51 16 that to be? He registered the word "ugg" boot, so he said. 13:42:52 17 Α. 13:42:57 18 Q. Did he make it clear if that was a trademark registration or some other kind of registration? 13:42:59 19 Yes, a trademark registration. Α. 13:43:02 20 21 You thought it was a trademark registration? Q. 22 Α. Yes, yes, yes. 23 Q. That's what you understood him to be saying? 13:43:05 **24** Α. He said he did it years ago --13:43:06 **25** Q. Okay.

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:53 20	13:43:
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Page 142 A but I don't - when I checked with the
A but I don t - when I checked with the
Government they had no record of it, or that he may have
had it and not renewed it, because nobody was taking any
notice, so why renew it, why pay money to renew it, you
know.

Q. In Australia is there anything else you have to or should register with the Government with respect to your business?

MR RAYGOR: Objection. Calls for a legal conclusion. Vague and ambiguous.

BY MR BAGLEY:

Q. Let me ask you this question --

MR RAYGOR: Calls for speculation.

MR BAGLEY: Thank you.

MR RAYGOR: You're welcome.

BY MR BAGLEY:

- Q. Let me ask you this question. Did you ever register the words "Comfort Plus" in Australia with any government entity?
 - A. Oh, yes.
 - Q. How did you register it?
- A. Comfort Plus? We registered it as a product name initially and then, I don't know how long afterwards, but after that then we wanted to we felt that B&H Manufacturing really didn't mean anything to

13:44:14 1 13:44:20 3 13:44:27 4 13:44:31 13:44:37 5 13:44:44 6 13:44:49 7 13:44:56 8 13:45:03 9 13:45:09 10 13:45:09 11 13:45:11 12 13:45:12 13 13:45:15 14 13:45:16 15 13:45:19 16 13:45:19 17 18 13:45:21 19 13:45:23 20 21 13:45:24 **22**

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13:45:29 **25**

Page 143 anybody, so we applied for the registration of the business, Comfort Plus Pty Limited. Comfort Plus Pty Limited bought, or Comfort Plus Australia Pty Limited bought B&H Manufacturing and it stayed like that until a couple of years before I sold and then when Charles Zuker and myself did an exchange of shares between his company and our company, he advised me that we should be looking at putting it through, the name through the family trust, so it then became Bermuda Investments Board Comfort Plus Aust.

- Q. Okay. I was trying not to cut you off, but there was a lot of information there.
 - A. Yes, I know, yes.
- Q. I'd like you to go back to something you said. You said you registered it as a business name, is that correct?
 - A. Yes.
 - Q. So is registering --

MR RAYGOR: Objection. It mischaracterizes his testimony. He said "product name".

BY MR BAGLEY:

- Q. I understand you said you registered it initially as a product name?
 - A. Yes.
 - Q. Did you also register it later as something

Page 144

else? After you registered it as a product name --13:45:31 1 2 Α. Yes. -- did you later register the words 3 Q. 13:45:37 4 "Comfort Plus" as something other than a product name? 13:45:39 Α. No. 13:45:42 5 Did you ever register it as a business name? 13:45:43 6 Q. Yes. Yes. 13:45:46 7 Α. So based on that --Q. 13:45:49 8 Different place. 13:45:51 9 Α. 13:45:52 10 Q. 13:45:54 11 in different places? 13:45:56 12 13:45:57 13 Α. Yes, you do. 13:46:01 14 Q. 13:46:03 15 Α. 13:46:10 16 13:46:15 17 13:46:19 18 Q. Okay. Α. Yes. 13:46:20 19 13:46:21 20 Q. 13:46:24 21 13:46:29 22 13:46:31 23 13:46:34 **24** 13:46:34 **25** MR RAYGOR:

Different place. When you say "different place", what do you mean? Are you registered Where do you register business names? Oh, it used to be Corporate Affairs and at Corporate Affairs you didn't register a product name but you registered a business name - Corporate Affairs, yes. All right. Thank you. And to tie that back, to show I did have a point, when you were talking with John Arnold about his registration of the word "ugg", did he at all make it clear if he mean't a trademark registration or a business name registration? Mischaracterizes the testimony. The DTI Global Level 2, Suite 204, 105 Pitt Street Sydney NSW 2000 Phone: Int + 61-2-9225-3500

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13:47:41 **20**

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13:47:45 22

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13:47:48 24

13:47:49 25

Page 145

witness did not say that John Arnold had registered "ugg", he said "ugg boots".

THE DEPONENT: Yes.

BY MR BAGLEY:

- Q. The same question with the word inserting the words "ugg boots"?
- A. Ugg boot, yes. Well, he just said that he had the registration of he had registered the name ugg boot and he had it in his top drawer and that was I believe it was just something to make me think, "Well, you know, maybe I should buy his business" and I would have that. I really don't think that he had it, or if he did, if he did all those years ago when he first made them, and I'm not disputing that he was the first that I know of to make the ugg boot, then it was he may not have renewed it.
- Q. Okay. I just have a few more questions and we're almost done.
 - A. Yes.
- Q. I'm going to jump ahead back to your United States stores.
 - A. Yes.
- Q. You were speaking with Mr Raygor about signs that were in the stores --
 - A. Yes.

13:47:50 1 13:47:52 2 13:47:55 3 13:47:56 4 13:47:58 5 13:48:00 6 13:48:03 7 13:48:07 8 13:48:11 9 13:48:15 10 13:48:16 11 13:48:18 12 13:48:19 13 13:48:20 14 13:48:29 15 13:48:32 16 13:48:42 17 13:48:43 18 13:48:47 19 13:48:51 20 13:48:53 **21** 13:48:57 22 13:49:00 23 13:49:03 **24** 13:49:07 **25**

Page 146 Q. -- one of which was the word "UGG BOOTS", in all capitals. Am I remembering that correctly?

- A. Yes, yes, that's correct.
- Q. You also mentioned you had, that your stores had some other signs. What were some of the other could you remind me what were some of the other things that were on similar types of signs in your store?
 - A. Well, there were coats, car seat covers.
- Q. On that sign would the word "coats" be in all capital letters?
- A. I think they were all capital letters, from memory, yes. Yes.
 - Q. Okay. Thank you.
 - A. Mmm.
- Q. I would like you to take a look back at Exhibit number 19. Excuse me, no, it's the Declaration.
 - A. Oh, yes.
 - Q. I'm sorry, 22, I apologise, this is number 22.
 - A. 21. 22, yes, yes.
- Q. You went back and forth several times about some discrepancies in dates between what was written in this Declaration and what you talked about today. I'm mostly concerned right now about trying to get the right dates, as much as you know, as you sit here today. So I was wondering were there any events in your mind that

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13.50.53 25

Page 147 tied in or happened near some of these times that would help you nail down when some of these events occurred?

MR RAYGOR: Vague and ambiguous as to what you mean by "near".

BY MR BAGLEY:

- Q. Certainly. I am asking about the time all right, let's say you're selling the business to Charlie Zuker.
 - A. Yes.
- Q. Is there anything that would help you nail down that date, whether that did happen in 1984 or 1982?
- A. I think the more I think about it I'm Charlie Zuker died a short time after we did the deal, it was probably three months, and he came over with his wife to Adelaide, flew over from Melbourne, to see this house that we had moved into on 25 acres, right, and that was 1983, right, and that's when he died.
- Q. Are you fairly certain about that date that Charlie Zuker died in 1983?
- A. I know what day we moved into the house and it was in September of '83, so these I think I've got the in that deposition I've got the breaks of three years and, et cetera, et cetera, right, but I don't think 1984 was the correct date that I sold to Charlie Zuker.
 - Q. Okay.

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13:51:51 **25**

								Pag	e 148	
	Α.	So I woul	d more	think	that	it was	1983	and	that	
Ι	ran the	business	until	1987 -	'86,	sorry.				

- Q. Okay. Okay. Look, I know we've had a number of years and I realise this was all a long time ago --
 - A. Yes.
- Q. -- and you've had different answers. I was just trying to refresh your memory.
 - A. Yes. Yes.
- Q. I was trying to tie it to any events that you might have definitely remembered about?
- A. Well, I know that we moved into this house in September 1983 and he died in that house the week we moved in.
 - Q. Okay. He died in your house?
 - A. Yes, on the lounge-room floor, mmm.
- Q. And that was within a week of you moving into that house?
 - A. Yes. Yes.
 - Q. I mean that okay.
- A. And the deal for the selling of the business was about three minutes sorry, was about three months before.
 - Q. Okay. I think I do not have any --
- A. So if we have to change the deposition, we have to change it. I can't see that --

	Page 149
13:51:53 1	Q. When you say "deposition", do you mean
13:51:55 2	"declaration"?
13:51:56 3	A. Declaration, sorry.
13 : 51 : 59 4	MR BAGLEY: Okay. I have no further questions at
13:52:00 5	this point. You might need to change tapes.
13:52:03 6	VIDEOGRAPHER: Yes, I need to change the tape.
13:52:06 7	MR RAYGOR: Yes. Why don't you go ahead and
13:52:09 8	change.
13:52:09 9	VIDEOGRAPHER: Going off the record at 1.50pm. End
13:52:14 10	of tape 3.
11	(A short break)
13:52:18 12	[1.50pm]
13:56:13 13	VIDEOGRAPHER: Going back on the record at 1.55pm.
13 : 56 : 17 14	Commencement of tape 4. Proceed.
15	EXAMINATION BY MR RAYGOR:
13:56:21 16	Q. Mr Bosley, you earlier mentioned
13:56:25 17	Bermuda Investments?
13:56:25 18	A. Oh, yes.
13:56:26 19	Q. And who was - who was Bermuda Investments Pty
13:56:29 20	Limited?
13:56:29 21	A. The Bosley Family Trust.
13:56:32 22	Q. Okay. And you were a director of that?
13:56:35 23	A. Yes.
13:56:36 24	Q. Who is Rogonda Holdings Pty Limited?
13:56:41 25	A. Rogonda?

Page 150 Q. Rogonda. 13:56:43 1 Oh, Rogonda. Yes, that might have been mine 2 Α. 13:56:44 3 too, yes. 13:56:50 4 Q. And you were a director of that company? 13:56:51 Yes. 13:56:52 5 Α. And what kind of business was that? 13:56:54 6 Q. I don't think we ever used it, actually. 13:56:59 7 Α. Q. You don't think it actually ever did anything? 13:57:04 8 No. 13:57:06 9 Α. Just a name? 13:57:06 10 Q. 13:57:07 11 Α. Just a name, mmm. Q. Scoreboard Promotions Pty Limited? 13:57:09 12 13:57:12 13 Oh, that was after the sheepskin business, yes, Α. 13:57:15 14 Scoreboard Promotions, yes. Q. Was that the screen-print business? 13:57:17 **15** 13:57:18 16 It was to do with the screen-printing business, 13:57:21 17 yes. It was a separate business, it was advertising 13:57:31 18 signs in hotels. Q. And you were a director of Record Wool Pty 13:57:33 19 Limited? 13:57:37 20 Α. Yes. 13:57:37 21 About what years was that? 13:57:39 22 Q. 13:57:43 23 Up until I sold - we're looking at '83, yes, Α. 13:57:51 24 about that, '83. 13:58:06 25 Mr Bagley asked you about registering Q.

Page 151

Comfort Plus. Do you remember that?

- A. Yes.
- Q. And you mentioned that it was registered as a product name. Do you recall with what kind of entity or agency you registered that product name?
- A. No, I don't know exactly. It was a government department.
 - Q. Was it the do you know what IP Australia is?
 - A. No.
- Q. It's the Australian Government Trademark Office?
 - A. Maybe, yes.
 - Q. Was it registered with them, do you think?
 - A. Probably, mmm.
 - Q. Was it registered as a trademark?
 - A. No, not as a trademark it wasn't, no.
 - Q. What was --
- A. It was just registered as a trade name, because there was a company in Sydney making men's trousers who tried to dispute whether we had the right to use the words "Comfort Plus", because that's what they were using.
- Q. So maybe that's thinking about it a little bit further now, do you think it was actually registered as a product name or just as a trade name, a trade name

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Page 152

meaning a business name?

- A. A business name, yes.
- Q. So do you think maybe it wasn't actually registered as the name of a product?
- A. Well, no, it was definitely a product because this guy in Sydney that tried to stop us using it failed in his bid because it was registered as a product name --
 - Q. Yes.
- A. -- with a government department. I couldn't be sure which one it was, but it was with a government department and they took it up for us and told this guy in no uncertain terms that we had registered this a long time before he did.
- Q. Do you remember the name of the company that you had the dispute with?
 - A. Comfort Plus.
- Q. Anything else? Was it the same thing, Pty Limited?
 - A. Well, yes, I think they were, yes.
- Q. Do you remember the name of the individual that --
 - A. No. No. No.
 - Q. And when you register --
- A. I knew it was something once it was settled it was out of my mind, you know.

DTI Global

Q. 14:00:34 1 14:00:36 3 14:00:39 14:00:44 4 Α. 14:00:48 5 Federal? 14:00:50 6 Q. Yes. 14:00:50 7 Α. Q. Okay. 14:00:52 8 14:00:52 9 Α. So it was Federal. 14:00:56 10 Q. 14:00:59 11 14:01:03 12 14:01:05 13 Α. Yes. 14:01:05 14 Q. four or five occasions, right? 14:01:10 15 14:01:12 16 Α. Yes. And these are on four or five different trips 14:01:12 17 Q. 14:01:16 18 to the US? Α. Yes. 14:01:17 19 14:01:18 20 Q. trips? 14:01:19 21 14:01:20 22 Α. 14:01:23 23 Q. 14:01:28 **24** 14:01:31 25

Page 153 Do you know - so Comfort Plus, when it was registered as the name of a product, was that with a national, I don't know whether you call it Federal here, but a national government agency or a state, like a --It was the Federal Government. Going back to the first set of supplemental questions that Mr Bagley asked you about - and it's about the plastic bags and the boots, okay? You were mostly - you visited the stores on

- About how long were you in the US on those
 - Only a week at a time, mmm.
- So for the other 51 weeks of the year whoever was managing the store, Garren, or somebody else, would actually be doing sales, right?

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	Α.	Well,	, not	51	weeks,	because,	you	know,	Page I did	154
more	than	one	trip	ау	ear.					

- Q. Sure.
- A. Yes.
- Q. Okay. So most of the --
- A. Bear in mind we were only there 18 months, so, you know, once a year would make more than 18 months, wouldn't it.
- Q. Okay. Well, let's make it a little bit easier on my math. 45 weeks of the year, perhaps, somebody other than you was selling those boots out of the stores, right?
 - A. Yes.
- Q. And you wouldn't be able to see how they were sold, to whom they were sold or what was sold, right?
 - A. No. Yes.
- Q. So for those 45 weeks or so you didn't know if they were presented to a customer in a plastic bag, right, you don't have any personal knowledge?
- A. Well, no, I can't say if I wasn't there, but that, that was the norm, that's how they were stored, or I would just take them out in a plastic bag.
- Q. Did a customer ever buy a pair there and decide to walk out with them on their feet?
 - A. Maybe they did. I don't know.

14:03:32 24

14:03:35 **25**

Page 155 You don't know because you weren't there --14:02:32 1 Q. Α. That's right. 14:02:34 3 Q. -- seeing it all the time? 14:02:34 Α. Yes. Yes. 14:02:36 4 I've got nothing further. 14:02:39 5 MR RAYGOR: MR BAGLEY: And I have no further questions. 14:02:40 6 Okay. Going off the record at 14:02:43 7 VIDEOGRAPHER: End of tape 4. End of videotaped deposition of 14:02:46 8 Roger Bosley. Total number of tapes 4. 14:02:50 9 14:02:55 10 MR RAYGOR: Before we go off the written record, do 14:03:01 11 you want to do the same stipulation we did the last time? MR BAGLEY: I believe so. Do you remember what it 14:03:05 12 was so you could recite it? 14:03:07 13 14 MR RAYGOR: Sure. 14:03:09 15 I think it was a good stipulation at MR BAGLEY: 16 the time, so let's - if we can --BY MR RAYGOR: 17 14:03:13 18 Q. It's a little awkward in that - we'll see. have this thing called Federal Rule of Civil Procedure 30 14:03:14 19 14:03:18 20 which governs the responsibilities of court reporters in American Federal legal proceedings. What the parties 14:03:22 21 14:03:25 22 have agreed to, and Mr Bagley and I have agreed to with 14:03:28 23 other depositions, is that when this is all done,

everything in black and white in a booklet and give it to

Mr Bosley, the court reporter is going to type up

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Page 156 you and you'll get a copy or the original - I think the copy - and you'll have a chance at some period of time in which to make any corrections. Sometimes things like typos, names are misspelled, and I'm sure the court reporter sounds excellent today, but sometimes misses a word here or there, you might have to correct that.

- A. Yes.
- Q. I just want to caution you that if you make really substantive changes, like you change a "yes" to a "no", something like that --
 - A. Oh, I see.
- Q. -- I can comment on it and try to impugn your credibility, that kind of thing.
 - A. Yes.
- Q. So try to be accurate, but you will have a chance to make corrections and what Mr Bagley and I have discussed is you will be given a certain period of time, I would say 30 days from receipt by you, to make your corrections and sign it.
 - A. Yes.
- Q. And if we don't receive a signed, corrected copy within those 30 days, then Mr Bagley and I can use an unsigned, uncorrected certified copy for any and all purposes in this proceeding, and with that we would

ROGER DOUGLAS BOSLEY

April 6th, 2017

	Page 157
14:04:42 1	relieve the court reporter of his duties which, if he
14:04:47 2	were an American court reporter, would otherwise be
14:04:50 3	governed by Federal Law 30.
4	A. Yes.
14:04:53 5	MR BAGLEY: I think that is fair and accurate.
14:04:56 6	MR RAYGOR: Okay, so stipulated.
14:05:01 7	MR BAGLEY: So stipulated.
14:05:02 8	MR RAYGOR: Thank you.
14:05:10 9	(At 2.05pm the deposition concluded)
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1		DEPONENT'S DECLAR	ATION	Page 159
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Page 160

REPORTER'S CERTIFICATE

I, JAMES EDWIN BERMAN of DTI Global do hereby certify that the foregoing testimony was recorded by me stenographically and thereafter transcribed by me, and that the foregoing transcript constitutes a full, true and accurate record of said examination of and testimony given by said witness, and of all other proceedings had during the taking of said deposition, and of the whole thereof, to the best of my ability.

I further certify that I am not a relative, employee or counsel of any of the parties of the within cause, nor am I an employee or relative of any counsel for the parties, nor am I in any way interested in the outcome of the within cause.

Signed	Dated	
J		